

# ***ANNUAL REPORT***

OF

Albion Telephone Company, Inc.

**NAME**

225 West North Street, Albion, ID 83311

**ADDRESS**

TO THE

**IDAHO PUBLIC**

**UTILITIES COMMISSION**

FOR THE

YEAR ENDED December 31, 2004

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**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING DECEMBER 31, 2004**

**COMPANY INFORMATION**

Exact name of utility: Albion Telephone Company, Inc.

Address of principal office: 225 West North Street. P.O. Box 98 Albion, ID 83311

Telephone Number (Area Code 208 673-5335)

Cities or towns served: Albion, Almo, Elba, Holbrook, Malta, Raft River, Malad,  
Mackay, Moore, Arco, Howe; Idaho: Yost; Utah

Name and title of officer having custody of the general corporate books of account: ODEen K. Redman, President

Address of office where corporate books are kept and phone number: 225 West North Street. P.O. Box 98 Albion, ID 83311

Organized under the laws of the State of: Idaho

Date of organization: 1929 - Incorporated September 11, 1953

Form of organization (proprietorship, association, corporation): Corporation

If a Subchapter S Corporation, please specify: \_\_\_\_\_

Name and address of controlling company, if any: \_\_\_\_\_

Names of affiliated companies. Give address and description of business: Telsat Systems, Inc.  
P.O. Box 98 Albion, ID 83311 Telephone Sales, Cable Television.

**OFFICERS**

Report below the title, name and office address of each general officer of the utility at the end of the year. If there were any changes during the year, show the name, title, and address of the previous officer and the date of change.

<b>Title</b>	<b>Name</b>	<b>Address</b>
President	ODEen K. Redman	P.O. Box 22 Albion, ID 83311
Vice-President	Richard L. Redman	P.O. Box 14 Albion, ID 83311
Secretary	Darla Redman	P.O. Box 22 Albion, ID 83311
Treasurer	Barry Redman	266 S. 950 E. Declo, ID 83323

**DIRECTORS**

List the name of each person who was a member of the Board of Directors at any given time during the year: (Fees related to meetings only.)

<b>Name and Address</b>	<b>Term Expired or Current Term Will Expire</b>	<b>Meetings Attended This year</b>	<b>Fees Paid During Year</b>
ODeen K. Redman	NA	1	3600
Richard L. Redman	NA	1	3600
Darla Redman	NA	1	3600
Barry Redman	NA	1	3600

Name of Chairman of the Board: \_\_\_\_\_

Name of Secretary (or Clerk) of Board: \_\_\_\_\_

Number of Meetings of the Board during the year: \_\_\_\_\_

**MANAGERS**

List the name of each person who performed management duties for the Company during the year, and the total wages and bonuses paid to those persons: (Do not include Director fees in these amounts.)

<b>Name</b>	<b>Title</b>	<b>Wages and Bonuses Paid</b>
ODeen K. Redman	President	230728
Richard L. Redman	Vice-President	174691



**BALANCE SHEET**  
**Assets and Other Debits**

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Assets</b>			
1120 Cash and Equivalents	1107216	3100130	1992914
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	408756	384746	-24010
1181 Accts. Rec. Allow. -Telecommunications	-20438	-19237	1201
1190 Other Accounts Receivable	472305	584569	112264
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	150238	143222	-7016
1280 Prepayments	164141	49488	-114653
1290 Prepaid Rents			
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets			
<b>Noncurrent Assets</b>			
1401 Investment in Affiliated Companies	90000	40299	-49701
1402 Investment in Nonaffiliated Companies	286720	322422	35702
1406 Nonregulated Investments	1784396	2765851	981455
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets			
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges	1092368	1321870	229502
1500 Other Jurisdiction Assets - Net			
<b>Property, Plant and Equipment</b>			
2001 Telecommunications Plants in Service	27328808	29677817	2349009
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	201497	212961	11464
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant			
2007 Goodwill	4324455	4324455	0
<b>Depreciation and Amortization Accounts</b>			
3100 Accumulated Depreciated	-17016938	-18616449	-1599511
3200 Accum. Depre. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating			
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible	-1453998	-1453998	0
3600 Accumulated Amortization - Other			
<b>TOTAL ASSETS</b>	<b>18919526</b>	<b>22838146</b>	

**BALANCE SHEET**  
**Liabilities & Stockholders' Equity**

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Liabilities</b>			
4010 Accounts Payable	60639	73341	12702
4020 Notes Payable			
4030 Advance Billings and Payments	151950	368012	216062
4040 Customer Deposits	5210	7210	2000
4050 Current Maturities - Long -Term Debt	825780	866907	41127
4060 Current Maturities - Capital leases			
4070 Income Taxes - Accrued	173031		-173031
4080 Other Taxes - Accrued	147356	71670	-75686
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities			
4130 Other Current Liabilities	270203	278636	8433
<b>Long-Term Debt</b>			
4210 Funded Debt	6016117	10592229	4576112
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases			
4260 Advances from Affiliated Companies			
4270 Other Long-Term Debt	1954237		-1954237
<b>Other Liabilities &amp; Deferred Credits</b>			
4310 Other Long-Term Liabilities			
4320 Unamort. Oper. Invest. Tax Credits - Net			
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	337478		-337478
4350 Net Noncur. Defer. Nonoper. Income Taxes			
4360 Other Deferred Credits			
4370 Other Juris. Liab. & Def. Credits - Net			
<b>Stockholders' Equity</b>			
4510 Capital Stock	40200	40200	0
4520 Additional Paid-In Capital			
4530 Treasury Stock			
4540 Other Capital			
4550 Retained Earnings	8937325	10539941	1602616
<b>TOTAL LIAB. &amp; OTHER CREDITS</b>	<b>18919526</b>	<b>22838146</b>	<b>3918620</b>

**ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE**

**TOTAL Company Basis**

	<b>Balance Beginning of Year</b>	<b>Additions During year</b>	<b>Plant Retired or Sold</b>	<b>Transfers and Adjustments</b>	<b>Balance End of Year</b>
<b>Analysis of Telecommunications Plant in Service</b>					
2111 Land	64813				64813
2112 Motor Vehicles	397943		-104484		293459
2113 Aircraft	362337				362337
2114 Special Purpose Vehicles	388257			-388257	0
2115 Garage Work Equipment					
2116 Other Work Equipment	17869	12712	-955	381751	411377
2121 Buildings	923178				923178
2122 Furniture	87739		-2216		85523
2123 Office Equipment				6506	6506
2124 General Purpose Computers	285574	5890	-55456		236008
2211 Analog Electronic Switching	18708				18708
2212 Digital Electronic Switching	4460469	527052			4987521
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	178086		-43076		135010
2232 Circuit Equipment	5636005	471362	-126471		5980896
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	56832				56832
2362 Other Terminal Equipment	35788				35788
2411 Poles	100677				100677
2421 Aerial Cable	221972		-237		221735
2422 Underground Cable	228865				228865
2423 Buried Cable	13801209	1674326	-9438		15466097
2424 Submarine Cable					
2426 Intrabuilding Network Cable	19327				19327
2431 Aerial Wire	43160				43160
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
<b>TOTAL PLANT ACCOUNTS</b>	<b>27328808</b>	<b>2691342</b>	<b>-342333</b>	<b>0</b>	<b>29677817</b>

**ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS**  
IDAHO Operations Only

**Analysis of Telecommunications Plant in Service**

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land	64813				64813
2112 Motor Vehicles	397943		-104484		293459
2113 Aircraft	362337				362337
2114 Special Purpose Vehicles	388257			-388257	0
2115 Garage Work Equipment					
2116 Other Work Equipment	17869	12712	-955	381751	411377
2121 Buildings	923178				923178
2122 Furniture	87739		-2216		85523
2123 Office Equipment				6506	6506
2124 General Purpose Computers	285574	5890	-55456		236008
2211 Analog Electronic Switching	18708				18708
2212 Digital Electronic Switching	4460469	527052			4987521
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	165112		-43076		122036
2232 Circuit Equipment	5636005	471362	-126471		5980896
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	56832				56832
2362 Other Terminal Equipment	35788				35788
2411 Poles	100677				100677
2421 Aerial Cable	221972		-237		221735
2422 Underground Cable	228865				228865
2423 Buried Cable	13753572	1674326	-9438		15418460
2424 Submarine Cable					
2426 Intrabuilding Network Cable	19327				19327
2431 Aerial Wire	43160				43160
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
<b>TOTAL PLANT ACCOUNTS</b>	<b>27268197</b>	<b>2691342</b>	<b>-342333</b>	<b>0</b>	<b>29617206</b>



**ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION**  
Account 3100

	TOTAL Company Basis				Credits During Year	Retirements and Adjustments	Balance End of Year
	Balance Beginning of Year	Depreciation Rate*					
<b>Analysis of Entries in Accumulated Depreciation</b>							
2112 Motor Vehicles	397943	0.250				-64484	333459
2113 Aircraft	362337	0.100					362337
2114 Special Purpose Vehicles	387166	0.125				19008	406174
2115 Garage Work Equipment							
2116 Other Work Equipment	17869	0.125		8597		-26466	505743
2121 Buildings	478047	0.030		27696			85523
2122 Furniture	87739	0.125				-2216	6506
2123 Office Equipment						6506	6506
2124 General Purpose Computers	278174	0.200		13287		-55453	236008
2211 Analog Electronic Switching	15162	0.125		2339			17501
2212 Digital Electronic Switching	3082361	0.125		542138			3624499
2215 Electro-Mechanical Switching							
2220 Operator Systems							
2231 Radio Systems	175857	0.200		2230		-43077	135010
2232 Circuit Equipment	3172295	0.100		506935		-126469	3552761
2311 Station Apparatus							
2321 Customer Premises Wiring							
2341 Large Private Branch Exchanges							
2351 Public Telephone Terminal Equipment	56833	0.230					56833
2362 Other Terminal Equipment	35788	0.200					35788
2411 Poles	100677	0.075		629			101306
2421 Aerial Cable	159526	0.086		19090		-238	178378
2422 Underground Cable	168920	0.065		14877			183797
2423 Buried Cable	797757	0.065		764023		-9441	8732339
2424 Submarine Cable							
2426 Intrabuilding Network Cable	19327	0.200					19327
2431 Aerial Wire	43160	0.146					43160
2441 Conduit Systems							
<b>TOTAL</b>	<b>17016938</b>			<b>1901841</b>		<b>-302330</b>	<b>18616449</b>

\*Please list individual depreciation rate for each account.

**ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION**  
Account 3100

**IDAHO Operations Only**

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
<b>Analysis of Entries in Accumulated Depreciation</b>					
2112 Motor Vehicles	397943	0.250		-64484	333459
2113 Aircraft	362337	0.100			362337
2114 Special Purpose Vehicles	387166	0.125		19008	406174
2115 Garage Work Equipment					
2116 Other Work Equipment	17869	0.125	8597	-26466	505743
2121 Buildings	478047	0.030	27696		85523
2122 Furniture	87739	0.125		-2216	6506
2123 Office Equipment				6506	236008
2124 General Purpose Computers	278174	0.200	13287	-55453	17501
2211 Analog Electronic Switching	15162	0.125	2339		3624499
2212 Digital Electronic Switching	3082361	0.125	542138		
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	162884	0.200	2230	-43077	122037
2232 Circuit Equipment	3172295	0.100	506935	-126469	3552761
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	56833	0.230			56833
2362 Other Terminal Equipment	35788	0.200			35788
2411 Poles	100677	0.075	629		101306
2421 Aerial Cable	159526	0.086	19090	-238	178378
2422 Underground Cable	168920	0.065	14877		183797
2423 Buried Cable	7948066	0.065	760711	-9441	8699336
2424 Submarine Cable					
2426 Intrabuilding Network Cable	19327	0.200			19327
2431 Aerial Wire	43160	0.146			43160
2441 Conduit Systems					
<b>TOTAL</b>	16974274		1898529	-302330	18570473

\*Please list individual depreciation rate for each account.

## INVESTMENTS

Report below the investments in Accounts 1401, 1402 and 1406. Identify each investment as to the account in which included. Minor amounts in Account 1406 may be grouped by classes.

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
Telsat	_____	_____	40299
CoBank Patronage	_____	_____	322422
Rocky Mountain Wireless	_____	_____	148
Syringa Networks	_____	_____	999375
Internet	_____	_____	1670
Syringa Electronic Equip.	_____	_____	823281
Syringa Fiber	_____	_____	453720
Independent Cable Systems	_____	_____	463687
Spec Access Eq Non-Reg	_____	_____	8971
Declo Wireless DSL	_____	_____	15000
<b>Totals</b>			3128573

## RECEIVABLES

Itemize amounts show in Accounts 1180, 1190 and 1200. For notes receivable list each note separately and include the maturity date and interest rate. Minor amounts in Account 1210 may be combined.

<u>Name of Company</u>	<u>Amount at End of Year</u>	
	<u>Notes Receivable</u>	<u>Accounts Receivable</u>
Customers	_____	365508
Qwest	_____	46648
CABS	_____	149266
NSF Checks	_____	0
NECA	_____	310624
Telsat	_____	2573
Idaho USF	_____	44029
Misc.	_____	31429
<b>Totals</b>	_____	950077

**NOTES PAYABLE**

For Notes Payable, list each note separately and include the maturity date and interest rate.

<u>Name of Creditor</u>	<u>Date of Note</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Face Amount</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
<b>Totals</b>	_____	_____	_____	_____

**ACCOUNTS PAYABLE**

Report below all Accounts Payable amounting to more than \$100.00

<u>Name of Creditor</u>	<u>Amount</u>
Federal Excise Tax	14857
Misc	31533
Idaho USF	616
Illuminet	6593
Subscriber	1201
ATC Long Distance	16791
Sales Tax - Idaho	1744
_____	_____
_____	_____
<b>Totals</b>	<b>73335</b>

**LONG - TERM DEBT**

Accounts 4210, 4240, 4250, 4260, 4270 and 4310

List the required data for each obligation included in these accounts, grouping them by account number and showing totals for each account. If any obligations mature serially or otherwise at various dates, give particulars in a note.

<u>Class &amp; Series of Obligation</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Fact Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount</u>		<u>Interest for year</u>	
					<u>Total</u>	<u>Year Amortized</u>	<u>Rate</u>	<u>Amount</u>
RUS Notes	Various	Various	_____	6491505	_____	_____	2% to 5%	192770
CoBank	10-1996	12-2011	_____	4100724	_____	_____	Variable	219589
DL Evans Bank	Various	Various	_____	_____	_____	_____	_____	29102
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____	_____

**CAPITAL STOCK**

Report below the particulars called for concerning common and preferred stock at end of year, designating separate series of any general class. Show totals separately for common and preferred.

For each class of preferred stock, show the dividend rate and whether dividends are cumulative or noncumulative.

Show details in a footnote of capital stock sold during the year. Include number of shares, consideration received, premium or discount, and expenses incurred.

<u>Class &amp; Series of Stock</u>	<u>Number of Shares Authorized</u>	<u>Par Value per Share</u>	<u>Outstanding per Balance Sheet</u>	
			<u>Shares</u>	<u>Amount</u>
Common	100000	4.02	90000	3618000

**INCOME & RETAINED EARNINGS STATEMENT**

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	7541681	7511109
Total Operating Expenses (from page 18)	6013438	5990006
7100 Other Operating Income and Expense		
7210 Operating Investment Tax Credits-Net	-220256	-220256
7220 Operating Federal Income Taxes	172731	172731
7230 Operating State and Local Income Taxes	-40	300
7240 Operating Other Taxes	-150389	-150389
7250 Provision for Deferred Operating Income Taxes-Net	636451	636451
7200 Operating Taxes (Total)	438497	438837
7310 Dividend Income		
7320 Interest Income	16605	16605
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction		
7350 Gains/Losses from the Disposition of Certain Property	148083	148083
7360 Other Nonoperating Income	13883	13883
7370 Special Charges		
7300 Nonoperating Income and Expense	178571	178571
7410 Nonoperating Investment Tax Credits-Net		
7420 Nonoperating Federal Income Taxes		
7430 Nonoperating State and Local Income Taxes		
7440 Nonoperating Other Taxes		
7450 Provision for Deferred Nonoperating Income Taxes-Net		
7400 Nonoperating Taxes		
7510 Interest on Funded Debt	441461	441461
7520 Interest Expense-Capital Leases		
7530 Amortization of Debt Issuance Expense		
7540 Other Interest Deductions	109	109
7500 Interest and Related Items	441570	441570
7610 Extraordinary Income Credits		
7620 Extraordinary Income Charges		
7630 Current Income Tax Effect of Extraordinary Items-Net		
7640 Provision for Deferred Income Tax Effect of Extraordinary Items-Net		
7600 Extraordinary Items		
7910 Income Effect of Jurisdictional Ratemaking Differences-Net		
7990 Nonregulated Net Income	449428	449428
<b>AMOUNT TRANSFERRED TO RETAINED EARNINGS</b>	<b>2153169</b>	<b>2146369</b>

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Local Network Services Revenues</b>		
5001 Basic Area Revenue	1698308	1682820
5002 Optional Extended Area Revenue	_____	_____
5003 Cellular Mobile Revenue	_____	_____
5004 Other Mobile Services Revenue	_____	_____
5010 Public Telephone Revenue	_____	_____
5040 Local Private Line Revenue	_____	_____
5050 Customer Premises Revenue	_____	_____
5060 Other Local Exchange Revenue	156220	156220
5069 Other Local Exchange Settlements	_____	_____
<b>Network Access Services Revenues</b>		
5081 End User Revenue (SLC)	392394	392394
5082 Switched Access Revenue (Interstate)	4164222	4149138
5083 Special Access Revenue	406533	406533
5084 State Access Revenue (Intrastate)	703872	703872
<b>Long Distance Network Services Revenues</b>		
5100 Long Distance Message Revenue - All	_____	_____
<b>Miscellaneous Revenues</b>		
5230 Directory Revenue	_____	_____
5240 Rent Revenue	10000	10000
5250 Corporate Operations Revenue	_____	_____
5261 Special Billing Arrangements Revenue	_____	_____
5262 Customer Operations Revenue	77	77
5263 Plant Operations Revenue	_____	_____
5264 Other Incidental Regulated Revenue	_____	_____
5269 Other Revenue Settlements	_____	_____
5270 Carrier Billing & Collection Revenue	41392	41392
<b>Uncollectible Revenues</b>		
5301 Uncollectible Revenue - Telecommunications	31337	31337
5302 Uncollectible Revenue - Other	_____	_____
<b>TOTAL OPERATING REVENUES</b>	<b>7541681</b>	<b>7511109</b>

Please identify the following revenues:

NECA USF \$ 1378059. To what account were they booked? 5082.12

State USF \$ 531880. To what account were they booked? 5084.50



**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Specific Operations Expense</b>		
6110 Network Support Expenses		
6112 Motor Vehicle Expense		
6113 Aircraft Expense	21199	21199
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	47184	42029
6121 Land and Building Expenses	58568	58568
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense		
6210 Central Office Switching Expenses	481572	481572
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	14524	14524
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	253100	253100
6231 Radio Systems Expense	1259	1259
6232 Circuit Equipment Expense	62734	62734
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense	4098	4098
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense		
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses		
6411 Pole Expense	108	108
6421 Aerial Cable Expense		
6422 Underground Cable Expense		
6423 Buried Cable Expense	1611687	1606778
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense	4452	4452
6441 Conduit Systems Expense		
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>2560485</b>	<b>2550421</b>

**OPERATING REVENUES**

Item	Total Company 2560485	Idaho Only 2550421
<b>Plant Nonspecific Operations Expense</b>		
6510 Other Property/Plant/Equipment Expenses		
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense		
6530 Network Operations Expense	2679	2679
6531 Power Expense		
6532 Network Administration Expense	114416	112841
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense		
6540 Access Expense	33420	33420
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	1901843	1898531
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
<b>Total Plant Nonspecific Operations Expenses</b>	<b>2052358</b>	<b>2047471</b>
<b>Customer Operations Expense</b>		
6610 Marketing	38347	38348
6611 Product Management		
6612 Sales		
6613 Product Advertising		
6620 Services	136026	136026
6621 Call Completion Services		
6622 Number Services		
6623 Customer Services	175248	173144
<b>Total Customer Operations Expense</b>	<b>349621</b>	<b>347518</b>
<b>Corporate Operations Expense</b>		
6710 Executive and Planning		
6711 Executive	417942	417942
6712 Planning		
6720 General and Administrative	172478	172478
6721 Accounting and Finance	439338	432960
6722 External Relations		
6723 Human Resources		
6724 Information Management		
6725 Legal	21216	21216
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative		
6790 Provision for Uncollectible Notes Receivable		
<b>Total Corporate Operations Expense</b>	<b>1050974</b>	<b>1044596</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>6013438</b>	<b>5990006</b>

**CENTRAL OFFICE DATA**  
as of December 31, 2004 (unless otherwise indicated)

Name of Central Office: Albion Telephone Company, Inc.  
Prefix (es): 349,638,645,673,698,824,827,527,554,588,766,767

Central Office Switch                      Type: Nortel DMS - 10

**Check all that apply:**                      **Check one:**

Stand Alone \_\_\_\_\_                      Digital\_X\_\_  
Host\_X\_\_ \_\_\_\_\_                      Electro-Mechanical \_\_\_\_\_  
Remote\_X\_\_ \_\_\_\_\_                      Other: \_\_\_\_\_

**Access Line Capacity**  
Design: 10244 \_\_\_\_\_

**Access Lines in Use**  
Customer Lines: 4764 \_\_\_\_\_  
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: 5742 \_\_\_\_\_

Public Telephone Lines 36 \_\_\_\_\_

Company Official Lines 69 \_\_\_\_\_

Company Test Lines 115 \_\_\_\_\_

**Classification of Customer Access**

	Residence			Business			Total Residence & Business
	Multi-Line 1-Party	Single Line Multi-Party	Subtotal Residence	Centrex N.A.R.	Multi-Line 1-Party	Single Line Multi-Party	
Beginning of Year		3774	3774			1024	4798
New Connects		322	322		53	53	375
Disconnects		383	383		26	26	409
End of Year		3713	3713		1051	1051	4764

**Foreign Exchange:**  
Dial Tone from this C.O.: \_\_\_\_\_

**Directory Listings:**  
Dial Tone from another C.O.: \_\_\_\_\_

Number of Customers with Nonpublished or Nonlisted: 272 \_\_\_\_\_

**Custom Calling:**  
Number of customers with at least one feature: 1532 \_\_\_\_\_

Total number of features subscribed to: 18 \_\_\_\_\_

**NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING 2004.**

Local Exchange	Average # of Customer Lines in Use	Local Calls		Toll Calls Originated (Total of all Carriers)			Avg./ Line
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	
1 ALL	4770			208633	274995	483628	101
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES  
YEAR ENDED DECEMBER 31, 2003.

CUSTOMER RELATIONS RULES COMPLIANCE

Rule IDAPA 31.21.01.603  
Rule IDAPA 31.41.01.105

Please provide copies of:

Summary of Customer Relations Rules for Telephone Corporations

Idaho Telephone Solicitation Act Notification

Method of Notification:

Mailed separately to customers Yes  No

Included in directory Yes  No

Date of notification 2-3-04

Alternate method of notification \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 48

Category of complaints (if known):

Deposit Disputes

Charges on Bill

Denial/Termination

Quality or Availability  
of Service

Carrier Selection/Assignment \_\_\_\_\_

Miscellaneous \_\_\_\_\_

Rev 3/02

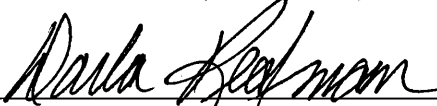
CERTIFICATE

State of Idaho )  
 ) ss  
County of Cassia )

WE, the undersigned ODeen Redman and Darla Redman,  
of Albion Telephone Company, Inc. located at 225 W. North Street, Albion, ID 83311,  
on our oath do severally say that the foregoing return has been prepared under our direction, from  
the original books, papers, and records of said utility; that we have carefully examined same, and  
declare the same to be a correct statement of the business affairs of said utility for the period  
covered by the return in respect to each and every matter and thing therein set forth, to the best of  
our knowledge, information and belief.

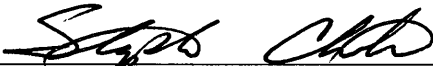


(Chief Officer)



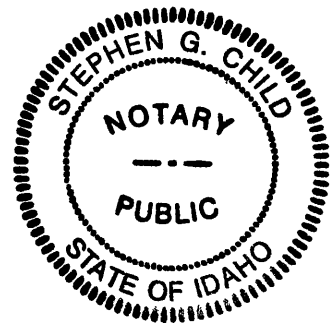
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 11<sup>th</sup> day of April, (Year) 2005.



Notary Public

My Commission expires April 16, (Year) 2007.



Rev 3/02

2003 FORM I INPUT MASTER		For The Year Ended: December 31, 2003										Seperated Results of Idaho Operations		
COMPANY NAME: Albion Telephone Company, Inc.		For The Year Ended: December 31, 2003										Seperated Results of Idaho Operations		
FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	Total
				MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	EAS						
<b>SUMMARY</b>														
Operating Revenues														
50XX Local-Billed	(1)	1.	1,939,136										1939136.25	1,939,136
-EAS Billed	(1)	2.	0											0
-EAS Settlement	(1)	3.	0											0
508X Access-SLC (End User)	(2)	4.	393,080	393080.19					393,080					0
-Switched (TS+NTS)	(2)	5.	4,326,923	3621289.21					3,621,289	705634.22				705,634
-Special	(2)	6.	416,425		304213.23				304,213	112211.53				112,212
51XX Toll -Message	(3a)	7.	0		0				0					0
-Private Line	(3b)	8.	0						0					0
-Settlement	(3c)	9.	0						0					0
52XX Misc. -Billing & Collection	(4)	10.	45,961	19127.07					19,127	26833.47				26,833
-Directory Advertising		11.	0						0					0
-Operating Rents		12.	1,200						0				1200	1,200
-Other Misc.		13.	820						0				820.25	820
530X Less: Uncollectible Rev. (-)		14.	-30,086						0				-30085.58	-30,086
<b>Total Revenues</b>		15.	<b>7,093,460</b>	<b>4,033,496</b>	<b>304,213</b>	<b>4,337,710</b>	<b>4,337,710</b>	<b>732,468</b>	<b>112,212</b>	<b>0</b>	<b>1,911,071</b>	<b>1,882,915</b>	<b>2,755,750</b>	
<b>Operating Expenses</b>														
61XX-64XX Plant Specific Oper.	(5a)	16.	2,052,454	752,136		70,685	822,821	369,339	24,586	48,445	787,263		1,229,633	
65XX Plant Nonspecific Operations	(5a)	17.	125,235	71,178		3,817	74,995	3,817	1,327	2,611	42,485		50,240	
656X Depreciation & Amortization	(5a)	18.	1,841,021	791,597		57,575	849,172	286,873	19,460	35,695	649,821		991,849	
66XX Customer Operations	(5a)	19.	231,801	93,162		224	93,386	45,810	190	45,099	47,316		138,415	
67XX Corporate Operations	(5a)	20.	962,198	379,900		28,648	408,548	168,038	10,010	19,572	356,030		553,650	
---- Other Operating	(5a)	21.	0	0		0	0	0	0	0	0		0	
<b>Total Expenses</b>	(5a)	22.	<b>5,212,709</b>	<b>2,087,973</b>	<b>160,949</b>	<b>2,248,922</b>	<b>2,248,922</b>	<b>873,877</b>	<b>55,573</b>	<b>151,422</b>	<b>1,882,915</b>	<b>1,882,915</b>	<b>2,963,787</b>	
<b>Operating Taxes:</b>	(6)													
7240 General Taxes		23.	134,182	49,657		4,598	54,255	24,005	1,598	3,146	51,178		79,927	
7230 State/Local Inc. Tax (Current)		24.	320	118,423,0374		10,965,4052	129	57,247,61891	3,810,94335		122,050,3495		183	
7220 Federal Income Tax (Current)		25.	531,941	203,941		13,225	217,166	84,877	5,973	8,920	151,935		251,705	
7250 Net Deferred Income Taxes		26.	-1,688,39	-64,731		-4,198	-68,929	-26,940	-1,896	-48,224	-77,060		-77,060	
7210 Net Investment Tax Credits		27.	2,1972	-1,723		-142	-1,865	25,668	-65	-98	-1,668		23,837	
<b>Total Taxes</b>		28.	<b>519,576</b>	<b>187,262</b>	<b>13,494</b>	<b>200,757</b>	<b>200,757</b>	<b>107,667</b>	<b>5,614</b>	<b>11,968</b>	<b>153,343</b>	<b>153,343</b>	<b>278,592</b>	
<b>Net Operating Income</b>		29.	<b>1,361,175</b>	<b>1,758,261</b>	<b>129,770</b>	<b>1,888,031</b>	<b>1,888,031</b>	<b>-249,077</b>	<b>51,025</b>	<b>-163,390</b>	<b>-125,187</b>	<b>-125,187</b>	<b>-486,629</b>	

<b>SUMMARY (continued)</b>												
<b>Average Rate Base</b>												
2001	Telecom. Plant in Service	(5b)										
			25,952,313	9,515,418	894,145	10,409,563	4,667,997	310,844	1,131,151	9,432,758	15,542,750	
2005	Plant Acquisition Adjustment		0	0	0	0	0	0	0	0	0	
3100	Less: Accumulated Depr. (-)	(5c)	-16,018,315	-6,045,821	-531,501	-6,577,322	-2,819,820	-186,598	-375,760	-6,058,815	-9,440,993	
34xx-36xx	Accumulated Amort. (-)	(5)	0	0	0	0	0	0	0	0	0	
4100-4340	Accum. Deferred Tax (-)		-504,839	-185099	-17393	-202,492	-90805	-6047	-11899	-193596	-302,347	
1220	Materials and Supplies		170861	46370	4662	51,032	37647	2160	6776	73246	119,829	
----	Equal Access Equipment	(7)	0	0	0	0	0	0	0	0	0	
----	Other Rate Base		587,134	220729	19065	239,794	104848	6636	12989	222867	347,340	
	<b>Total Average Rate Base</b>		<b>10,187,154</b>	<b>3,551,597</b>	<b>368,978</b>	<b>3,920,575</b>	<b>1,899,867</b>	<b>126,995</b>	<b>763,257</b>	<b>3,476,460</b>	<b>6,266,579</b>	





<b>Depreciation &amp; Amortization</b>												
<b>Accumulated Depreciation Detail</b>												
311X	General Support Facilities											
1.		-2,454,532	-84567	-899955	-984,522	-441492	-293399	-57855	-941264	-1,470,010		
2.	Central Office Switching	-2,330,252		-1980714	-1,980,714	0			-349538	-349,538		
3.	Operator Systems	0			0					0		
4.	Central Office Transmission	-3,217,954	-228236	-989823	-1,218,059	-612214	-55862		-1331819	-1,999,895		
5.	Information Orig./Term. Equip.	0			0					0		
6.	Cable & Wire Facilities	-8,015,577	-218698	-2175329	-2,394,027	-1766114	-101337	-317905	-3436194	-5,621,550		
7.	<b>Total Accumulated Depreciation</b>	<b>-16,018,315</b>	<b>-531,501</b>	<b>-6,045,821</b>	<b>-6,577,322</b>	<b>-2,819,820</b>	<b>-186,598</b>	<b>-375,760</b>	<b>-6,058,815</b>	<b>-9,440,993</b>		
<b>Accumulated Amortization Detail</b>												
3410	Capital Leases	0			0					0		
3420	Leasehold Improvements	0			0					0		
3500	Intangibles	0			0					0		
3600	Acquisition Adjustment	0			0					0		
	<b>Total Accumulated Amortization</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

OPERATING EXPENSE DETAIL																								
61XX-64XX	Plant Specific Operations																							
6110-20	General Support Facilities	145,343	53,290	5,008	58,298	26,142	17,414	3,426	55,736	87,045														
621X	Central Office Switching	514,678	260,530	23,138	283,668	62,064	5,663		163,283	231,010														
6220	Operator Systems	0			0					0														
623X	Central Office Transmission	257,341	130,266	11,569	141,835	31,032	2,832	0	81,642	115,506														
63XX	Information Orig./Term. Equip.	0			0					0														
64XX	Cable & Wire Facilities	1,135,092	308,050	30,970	339,020	250,101	14,350	4,501	48,660	796,072														
	Total Plant Specific	2,052,454	752,136	70,685	822,821	369,339	24,586	48,445	787,263	1,229,633														
	(5a)																							
65XX	Plant Nonspecific Operations																							
6512	Provisioning	0	0	0	0	0	0		0	0														
653X	Network Operations	94,677	40,620	3,817	44,437	3,817	1,327	2,611	42,485	50,240														
6540	Access Paid to LECs	30,558	30,558		30,558					0														
	Total Plant Nonspecific	125,235	71,178	3,817	74,995	3,817	1,327	2,611	42,485	50,240														
	(5a)																							
656X	Depreciation & Amortization																							
6561	General Support Facilities	70,432	25,824	2,427	28,251	12,668	844	1,660	27,009	42,181														
6561	Central Office Switching	465,005	395,254		395,254	0			69,751	69,751														
6561	Operator Systems	0			0					0														
6561	Central Office Transmission	447,428	137,626	3,173	169,360	85,123	7,767		185,178	278,068														
6561	Information Orig./Term. Equip.	0			0					0														
6561	Cable & Wire Facilities	858,156	232,893	23,414	256,307	189,082	10,849	3,403	367,883	601,849														
6563	Capital Leases	0			0					0														
6563	Leasehold Improvements	0			0					0														
6564	Intangibles	0			0					0														
6565	Acquisition Adjustment	0			0					0														
	Total Depreciation & Amortization	1,841,021	791,597	57,575	849,172	286,873	19,460	35,695	649,821	991,849														
	(5a)																							

OPERATING EXPENSE (continued)												
<b>66XX Customer Operations</b>												
661X Marketing	1.	6,892	3767	224	3,991	494	190			2217		2,901
662X Operator Services	2.	0			0							0
662X Directory Publishing-Alpha.	3.	0	0		0	0				0		0
662X Directory Publishing-Classified	4.	0			0					0		0
662X Directory Publishing-Foreign	5.	0			0							0
6623 Service Order Proc.-End User	6.	92,685	41315		41,315	4845				23262.5		51,370
6623 Payment & Collection-End User	7.	47,151	15045		15,045	9435				11335.5		32,106
6623 Billing Inquiry-End User	8.	28,069	8956		8,956	5617				6748		19,113
6623 Service Order Proc.-CXR	9.	412	206		206	206						206
6623 Payment & Collection-CXR	10.	2,536	1268		1,268	1268						1,268
6623 Billing Inquiry-CXR	11.	1,122	561		561	561						561
6623 Coin Administration	12.	0			0							0
6623 Rev. Acctg.-Toll Ticket Proc.	13.	0			0							0
6623 Rev. Acctg.-Local Mess. Proc.	14.	22,314	9573		9,573	12741						12,741
6623 Rev. Acctg.-Other Bill & Coll.	15.	22,518	7506		7,506	7506				3753		15,012
6623 Rev. Acctg.-SLC Billing	16.	1,185	1185		1,185							0
6623 Rev. Acctg.-CXR B & C	17.	6,274	3137		3,137	3137						3,137
6623 B & C Amts Paid to LECs	18.	0			0							0
6623 Other Customer Service	19.	643	643		643	0						0
<b>Total Customer Operations</b>	20.	<b>231,801</b>	<b>93,162</b>	<b>224</b>	<b>93,386</b>	<b>45,810</b>	<b>190</b>			<b>47,316</b>		<b>138,415</b>
<b>67XX Corporate Operations:</b>												
671X Executive & Planning	21.	365,631	135322	11331	146,653	66462	3959			140816		218,978
672X General & Administrative	22.	596,567	244578	17317	261,895	101576	6051			215214		334,672
6728 EAS Settlement Expense	23.	0	0		0	0	0					0
<b>Total Corporate Operations</b>	24.	<b>962,198</b>	<b>379,900</b>	<b>28,648</b>	<b>408,548</b>	<b>168,038</b>	<b>10,010</b>			<b>356,030</b>		<b>553,650</b>
<b>Other Operating Expenses:</b>												
Equal Access Provision	(10)	0			0							0
Universal Service Fund	(11)	0			0							0
Lifeline Connection Assistance	(12)	0			0							0
<b>Total Other</b>	(5a)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>			<b>0</b>		<b>0</b>
<b>Total Operating Expenses</b>	(5a)	<b>5,212,709</b>	<b>2,087,973</b>	<b>160,949</b>	<b>2,248,922</b>	<b>873,877</b>	<b>55,573</b>			<b>1,882,915</b>		<b>2,963,787</b>

OPERATING TAXES DETAIL										
7240	General Taxes									
7240	Property	133,457	48932	4598	53,530	24005	1598	3146	51178	79,927
7240	Gross Receipts	0			0					0
7240	PUC Fee	0			0					0
7240	Franchise Fees	0			0					0
7240	Other	725	725		725					0
	<b>Total General Taxes</b>	<b>134,182</b>	<b>49,657</b>	<b>4,598</b>	<b>54,255</b>	<b>24,005</b>	<b>1,598</b>	<b>3,146</b>	<b>51,178</b>	<b>79,927</b>
72XX	Income Taxes (Calculated)									
(13)	Net Income Before SIT & FIT	1,746,569	1,895,866	138,666	2,034,533	-165,414	55,041	-154,568	-23,022	-287,964
(14)	Less Fixed Charges (-)	156,162	54473	5709	60,182	29078	1955	3710	61237	95,980
(15)	Subtotal (lines 7-8)	1,590,407	1,841,393	132,957	1,974,351	-194,492	53,086		-84,259	-383,944
(16)	Other SIT Base Add/Ded. (+)	0			0					0
(17)	SIT Taxable Inc. (lines 9+-10)	1,590,407	1,841,393	132,957	1,974,351	-194,492	53,086		-84,259	-383,944
(18)	7230 SIT-Current (at 8%)	115,168	49,429	5,132	54,561	18,379	1,227	2,361	38,640	60,607
(19)	Other FIT Base Add/Ded. (+)	0			0					0
(20)	FIT Taxable Inc. (lines 9-12+-13)	1,475,239	1,791,964	127,825	1,919,790	-212,871	51,859		-122,899	-283,912
(21)	Gross FIT	411,184	176,476	18,321	194,797	65,620	4,380	8,431	137,956	216,387
(22)	7210P Claimed ITC (-)	0	0	0	0	0	0		0	0
(23)	Surtax Elimination (-)	0	0	0	0	0	0		0	0
(24)	<b>7220 FIT-Current (lines 15-16-17)</b>	<b>411,184</b>	<b>176,476</b>	<b>18,321</b>	<b>194,797</b>	<b>65,620</b>	<b>4,380</b>	<b>8,431</b>	<b>137,956</b>	<b>216,387</b>

2003 FORM I INPUT MASTER		For The Year Ended: December 31, 2003		Separated Results of Idaho Operations		Intrastate		Operation	
COMPANY NAME: Albion Telephone Company, Inc.		Total Idaho		Intrastate		EAS		Local (Other)	
Description		Note No.	Line No.	Operations Subject To Separations	Interstate Toll	Intrastate Toll	EAS	Local (Other)	
Separation Parameters		(19)							
Plant									
SLU Minutes of Use (MOU)			1.	90,184,712	25347570	6592010	20387268	37857864	
SLU Factor			2.	1.000000	0.28106	0.0731	0.22606	0.41978	
Base SPF - January 1			3.	1.000000	0.25	0.25		0.5	
Base SPF - December 31			4.	1.000000	0.25	0.25		0.5	
Current Composite SPF		(20)	5.	1.000000	0.25	0.25		0.5	
1996 Weighted DEM			6.	1.000000	0.85			0.15	
1996 Unweighted DEM			7.	1.000000	0.31309	0.10419	0.13074	0.45198	
Current CAT 3 Dial Equipment Minutes		(21)	8.	90,184,713	25347648	6591933	20387268	37857864	
Current Composite DEM Factor			9.	1.000000	0.85			0.15	
Exchange Trunk - Joint Use MOU		(22)	10.	0					
Host/Remote MOU Kilometers		(23)	11.	90,184,713	25347648	6591933	20387268	37857864	
Equal Access MOU		(24)	12.	0					
Operator Standard Work Seconds		(25)	13.	0					
Tandem Switching MOU		(26)	14.	0					
IX Conversation MOU			15.	31,939,580	25306313	6633267			
IX Conversation Minute Kilometers			16.	190,191,538	159645592	30545946			
Other Parameters									
Access Lines			17.	5075					
Unseparated Loop Cost @ 11.1 ROR		(27)	18.	1746719					
Gross Billed Revenues									
-Marketing Allocation Basis		(28a)	19.	0					
-Payment & Collection-End User		(28b)	20.	3,042,153	970696	608739		1462718	
-Payment & Collection-CXR		(28c)	21.	2,666	1333	1333			
Service Order Contacts									
-Service Order Proc.-End User		(29a)	22.	3,558	1586	186		1786	
-Service Order Proc.-CXR		(29b)	23.	433	216	217			
Billing Inquiry Contacts									
-Billing Inquiry-End User		(30a)	24.	3,042,153	970696	608739		1462718	
-Billing Inquiry-CXR		(30b)	25.	1,180	590	590			
SP+RC Toll Messages		(31)	26.	1,113,798	477663	636135			
EAS/Local Messages (Msg. Proc.)			27.	0					
"BIG 3" Expense Factor-Message		(32)	28.	1,672,860	633787	381162		657911	
-PLS & Special Access			29.	58,854	24728	34126			
Operator Services Expense -- Factor			30.	0					
Access Minutes of Use (End Office)			31.	20,523,232	16719002	3804230			

REVENUE REQUIREMENT SUMMARY

LN	DESCRIPTION	TOTAL OPERATING	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE
				MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA			
1	REVENUE REQUIREMENT SUMMARY	10,187,152	NOTE A	0	368,977	0	1,899,867	0	126,983	0	243,819	3,995,898
2	NET INVESTMENT FOR SETTLEMENTS	9,438,533		11,2500%	11,2500%	11,2500%	8,3000%	8,3000%	8,3000%	8,3000%	8,3000%	8,3000%
3	RATE OF RETURN	961,191		0	41,510	0	157,669	0	10,540	0	20,237	331,660
4	RETURN ON INVESTMENT	0		0	0	0	0	0	0	0	0	0
5	ALLOW FOR FUNDS USED DUR CONSTR (Normalized)	961,191	LN1*LN 2	0	41,510	0	157,669	0	10,540	0	20,237	331,660
6	NET RETURN FOR SETTLEMENTS	411,184	LN3-LN4	0	18,321	0	65,620	0	4,380	0	8,431	137,966
7	FEDERAL OPERATING INCOME TAX (OPTIONAL)	6,847	LN 23	0	236	0	1,232	0	82	0	161	2,626
8	LESS: FEDERAL ITC AMORTIZATION	404,237	S-12, LN 29	0	18,085	0	64,363	0	4,298	0	8,269	135,330
9	NET FEDERAL INCOME TAX (OPTIONAL)	115,168	LN 33	0	49,429	0	18,379	0	1,227	0	2,361	38,640
10	STATE AND LOCAL INCOME TAX	115,168	S-12, LN 30	0	49,429	0	18,379	0	1,227	0	2,361	38,640
11	LESS: STATE ITC AMORTIZATION	5,371,545	LN 9-LN 10	0	2,140,611	0	915,563	0	57,279	0	109,672	1,982,541
13	NET STATE INCOME TAX	4,158	S-8, LN 20	0	1,642	0	726	0	43	0	85	1,589
14	OPERATING EXPENSE AND TAX	-30,086	S-8, LN 22-23	0	0	0	0	0	0	0	0	-30,086
15	OTHER ALLOWABLE EXPENSES	6,826,313	S-8, LN 30	0	2,785,202	0	1,156,766	0	73,388	0	140,624	2,459,623
16	UNCOLLECTIBLES	0	5+9+11 thru 15	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
17a	NET FEDERAL INCOME TAX (GROSS UP)	0	LN 16*LN 17a	0	0	0	0	0	0	0	0	0
17b	GROSS RECEIPTS TAX	0		0	0	0	0	0	0	0	0	0
18	LESS: 6+7EAS CREDIT	0		0	0	0	0	0	0	0	0	0
19	TOTAL REVENUE REQUIREMENT	6,826,313		0	2,785,202	0	1,156,766	0	73,388	0	140,624	2,459,623
NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2, LN 36 LESS A/Cs 2006 ,2007 AND 1402 OTHER THAN RTB STOCK												
20	OPTIONAL GROSS UP INCOME TAX CALC	961,191	LN 3	0	399,555	0	157,689	0	10,540	0	20,237	331,660
21	NET RETURN FOR SETTLEMENTS	156,162	S-12, LN 16+18	0	54,473	0	29,078	0	1,955	0	3,710	61,237
22	INTEREST AND RELATED ITEMS EXCL NON-OPER	0	S-12, LN 25+26	0	0	0	0	0	0	0	0	0
23	OTHER INCOME ADJUSTMENTS	156,162	LN 21+22	0	54,473	0	29,078	0	1,955	0	3,710	61,237
24	TOTAL INCOME ADJUSTMENTS	6,847	S-12, LN 29	0	2,510	0	1,232	0	82	0	161	2,626
25	FEDERAL TAXABLE INCOME	1,209,966		0	519,048	0	192,989	0	12,884	0	24,796	405,762
26	FEDERAL INCOME TAX @ 34.00%	411,184	LN 25 FIT	0	176,476	0	65,620	0	4,380	0	8,431	137,966
27	FEDERAL SURTAX ALLOC- OPERATING	0	LN26-LN27	0	0	0	0	0	0	0	0	0
28	NET FED INCOME TAX BEFORE ITC	411,184	S-12, LN 30	0	176,476	0	65,620	0	4,380	0	8,431	137,966
29	STATE ITC AMORTIZATION	1,324,534		0	568,477	0	211,379	0	14,111	0	27,158	444,392
30	STATE TAXABLE INCOME @ 8.70%	115,168	LN 30*IT	0	49,429	0	18,379	0	1,227	0	2,361	38,640
31	STATE INCOME TAX	0	IS-2, LN 34	0	0	0	0	0	0	0	0	0
32	STATE SURTAX EXEMPTION	115,168		0	49,429	0	18,379	0	1,227	0	2,361	38,640
33	NET STATE INCOME TAX BEFORE ITC TAX: A	115,168		0	49,429	0	18,379	0	1,227	0	2,361	38,640

SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER			
						MESSAGE TOLL			MESSAGE TOLL							SPECIAL ACCESS		
						INTRALATA	INTERLATA	INTRALATA	INTRALATA	INTERLATA	INTRALATA					INTERLATA	INTRALATA	INTERLATA
1	NET INVESTMENT SUMMARY																	
2	GENERAL SUPPORT FACILITIES	2110		3,042,768	S-3, LN 10	0	1,115,631	0	104,834	0	547,297	0	36,445	0	71,720	1,166,841		
3	CENTRAL OFFICE SWITCHING EQUIP	2210		3,403,185	S-4, LN 52	0	2,892,707	0	0	0	0	0	0	0	0	510,478		
4	OPERATOR SYSTEMS EQUIPMENT	2230		5,891,103	S-4, LN 41	0	1,812,068	0	417,831	0	1,120,779	0	102,267	0	0	2,438,158		
5	CENTRAL OFFICE TRANS EQUIP	2230		13,615,255	S-5, LN 17	0	3,695,013	0	371,480	0	2,999,821	0	172,130	0	539,993	5,836,718		
6	INFORMATION ORIG/TERM EQUIPMENT	2410		25,952,311	S-5, LN 42	0	9,515,419	0	894,144	0	4,667,998	0	310,842	0	611,713	9,952,195		
7	CABLE AND WIRE FACILITIES	2580		100,000.00%	S-3, LN 29	0	36,665.00%	0.0000%	3,445.33%	0.0000%	17,988.89%	0.0000%	1,197.77%	0.0000%	2,357.1%	38,348.00%		
8	TANGIBLE ASSETS	2690		257,132	S-6, LN 9	0	94,277	0	8,858	0	46,250	0	3,080	0	6,061	98,605		
9	TOTAL PLANT IN SERVICE A/C 2001	2002		16,018,315	S-6, LN 15	0	6,045,821	0	531,500	0	2,819,821	0	186,598	0	375,760	6,058,815		
10	% DISTRIBUTION	XXXX		26,209,443	S-7, LN 18	0	9,609,696	0	903,003	0	4,714,248	0	313,922	0	617,774	10,050,800		
11	PROPERTY HELD FOR FUTURE USE	3100		100,000.00%	S-7, LN 19	0	36,665.00%	0.0000%	3,445.33%	0.0000%	17,988.89%	0.0000%	1,197.77%	0.0000%	2,357.1%	38,348.00%		
12	PLANT UNDER CONSTRUCTION	3200		16,018,315	S-7, LN 23	0	6,045,821	0	531,500	0	2,819,821	0	186,598	0	375,760	6,058,815		
13	RESERVED FOR FUTURE USE	3400		504,839	S-7, LN 24	0	0	0	0	0	0	0	0	0	0	0		
14	TELEPHONE PLANT ADJUSTMENT	3500		2,955	S-7, LN 25	0	1,047	0	17,383	0	90,805	0	6,047	0	11,899	193,596		
15	NONOPERATING PLANT	3600		9,683,434	S-7, LN 34	0	1,047	0	98	0	514	0	34	0	67	1,095		
16	GOODWILL	4040		100,000.00%	LN 9+DIRECT	0	0	0	0	0	0	0	0	0	0	0		
17	TOTAL PROPERTY, PLANT & EQUIPMENT	4310		170,861	S-7, LN 43	0	3,377,729	0	354,011	0	1,803,109	0	121,243	0	230,047	3,797,295		
18	% DISTRIBUTION	XXXX		10,187,152	S-7, LN 42	0	34,581.59%	0.0000%	3,655.8%	0.0000%	18,520.6%	0.0000%	1,252.1%	0.0000%	2,375.7%	39,214.3%		
19	ACCUM DEPR - PLANT IN SERVICE	1220		170,861	S-6, LN 31	0	46,370	0	4,562	0	37,647	0	2,160	0	6,776	73,246		
20	ACCUM DEPR - PLANT IN SERVICE	1402		100,000.00%	S-6, LN 35	0	0	0	0	0	0	0	0	0	0	0		
21	ACCUM AMORT - TANGIBLE PROPERTY	1410		332,857	S-6, LN 36	0	0	0	0	0	0	0	0	0	0	0		
22	ACCUM AMORT - INTANGIBLE PROPERTY	1439		10,187,152	S-6, LN 37	0	0	0	0	0	0	0	0	0	0	0		
23	ACCUM AMORT - TEL PLANT ADJ	1500		100,000.00%	S-6, LN 38	0	0	0	0	0	0	0	0	0	0	0		
24	OPER. DEFERRED INCOME TAX - NET	XXXX		10,187,152		0	3,551,558	0	368,977	0	1,859,867	0	126,993	0	243,819	3,985,893		
25	CUSTOMER DEPOSITS			100,000.00%		0	34,863.5%	0.0000%	3,622.0%	0.0000%	18,643.6%	0.0000%	1,246.6%	0.0000%	2,393.4%	39,224.9%		
26	OTHER LT LIAB. - POST RET BENEFITS					0	0	0	0	0	0	0	0	0	0	0		
27	OTHER DEFERRED CREDITS - NET					0	0	0	0	0	0	0	0	0	0	0		
28	NET TELEPHONE PLANT					0	0	0	0	0	0	0	0	0	0	0		
29	% DISTRIBUTION					0	0	0	0	0	0	0	0	0	0	0		
30	MATERIALS AND SUPPLIES					0	0	0	0	0	0	0	0	0	0	0		
31	INVESTMENT IN NONAFFILIATED CO'S					0	0	0	0	0	0	0	0	0	0	0		
32	NONCURRENT ASSETS-POST RET BENE					0	0	0	0	0	0	0	0	0	0	0		
33	EQUAL ACCESS EQUIPMENT					0	0	0	0	0	0	0	0	0	0	0		
34	OTHER JURISDICTIONAL ASSETS					0	0	0	0	0	0	0	0	0	0	0		
35	CASH WORKING CAPITAL					0	0	0	0	0	0	0	0	0	0	0		
36	NET TEL PLANT, M&S AND CWC					0	0	0	0	0	0	0	0	0	0	0		
37	% DISTRIBUTION					0	0	0	0	0	0	0	0	0	0	0		



OTHER TELECOMMUNICATIONS PLANT

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRA-STATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL	SPECIAL ACCESS	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	INTERLATA				
BASIS FOR GENERAL SUPPORT FACILITIES															
1	- CLASS A SEPARATIONS			2,249,698		0	832,627	0	69,718	0	24,362	0	47,630	866,427	0
2	BIG THREE EXPENSES			100,000.00%		0.0000%	37.0106%	0.0000%	3.0990%	0.0000%	1.0829%	0.0000%	2.1172%	38.5150%	0.0000%
3	% DISTRIBUTION														
4	- CLASS B SEPARATIONS			22,909,543		0	8,399,787	0	789,311	0	274,397	0	539,993	8,785,354	0
5	COE, IOT AND C&WF			100,000.00%		0.0000%	36.6650%	0.0000%	3.4453%	0.0000%	1.1977%	0.0000%	2.3571%	38.3480%	0.0000%
6	% DISTRIBUTION														
LAND AND SUPPORT ASSETS															
7	CLASS A COMPANIES	2110		0	LN 3+DIRECT	0	0	0	0	0	0	0	0	0	0
8	CLASS B COMPANIES			3,042,768	LN 6+DIRECT	0	1,115,631	0	104,934	0	36,445	0	71,720	1,166,841	0
9	DIRECT ASSIGNED NON ACCESS			0	DIRECT	0	0	0	0	0	0	0	0	0	0
10	TOTAL LAND AND SUPPORT ASSETS			3,042,768		0	1,115,631	0	104,934	0	36,445	0	71,720	1,166,841	0
11	% DISTRIBUTION			100,000.00%		0.0000%	36.6650%	0.0000%	3.4453%	0.0000%	1.1977%	0.0000%	2.3571%	38.3480%	0.0000%
GEN SUPPORT ASSETS, COE, INFORMATION															
12	ORIGTERM, AND C&WF			25,952,311		0	9,515,419	0	894,144	0	310,842	0	611,713	9,952,195	0
13	% DISTRIBUTION			100,000.00%		0.0000%	36.6650%	0.0000%	3.4453%	0.0000%	1.1977%	0.0000%	2.3571%	38.3480%	0.0000%
TANGIBLE ASSETS															
2681															
15	CAPITAL LEASES			0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0
16	GENERAL SUPPORT			0	S-4, LN 81+DIR	0	0	0	0	0	0	0	0	0	0
17	CENTRAL OFFICE EQUIP			0	S-5, LN 18+DIR	0	0	0	0	0	0	0	0	0	0
18	INFORMATION ORIGTERM			0	S-5, LN 43+DIR	0	0	0	0	0	0	0	0	0	0
19	CABLE AND WIRE FACILITIES			0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0
20	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0
21	SUBTOTAL CAPITAL LEASES			0		0	0	0	0	0	0	0	0	0	0
2682															
22	LEASEHOLD IMPROVEMENTS			0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0
23	GENERAL SUPPORT			0	S-4, LN 81+DIR	0	0	0	0	0	0	0	0	0	0
24	CENTRAL OFFICE EQUIP			0	S-5, LN 18+DIR	0	0	0	0	0	0	0	0	0	0
25	INFORMATION ORIGTERM			0	S-5, LN 43+DIR	0	0	0	0	0	0	0	0	0	0
26	CABLE AND WIRE FACILITIES			0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0
27	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0
28	SUBTOTAL LEASEHOLD IMPROVEMENTS			0		0	0	0	0	0	0	0	0	0	0
29	TOTAL TANGIBLE ASSETS			0		0	0	0	0	0	0	0	0	0	0
30	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
GEN SUPPORT ASSETS, COE, INFORMATION															
31	ORIGTERM, CWF AND TANGIBLE ASSETS			25,952,311		0	9,515,419	0	894,144	0	310,842	0	611,713	9,952,195	0
32	% DISTRIBUTION			100,000.00%		0.0000%	36.6650%	0.0000%	3.4453%	0.0000%	1.1977%	0.0000%	2.3571%	38.3480%	0.0000%
INTANGIBLE ASSETS															
2690															
34	ALLOCATED			0	LN 33	0	0	0	0	0	0	0	0	0	0
35	DIRECT ASSIGNMENT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
36	TOTAL INTANGIBLES			0		0	0	0	0	0	0	0	0	0	0
37	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

CENTRAL OFFICE EQUIPMENT SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE		INTRA-STATE		EXCHANGE MESSAGE	EAS	EXCHANGE PVT LINE	SPECIAL ACCESS INTERLATA	SPECIAL ACCESS INTERLATA	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA							
SEPARATION FACTORS																
1	STANDARD WORK SECONDS			100.0000%		0.0000%	42.8837%	0.0000%	0.0000%	57.1163%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
2	- COMBINED TOLL AND LOCAL BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
3	- SEPARATE TOLL BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	- DSA BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	- DSB BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	- DIRECTORY ASSISTANCE BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	- TSPS COMPLEX			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
8	SERVICE OBSERVING TOLL MOU'S			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	PROCESSOR REAL TIME - RTA			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
10	PROCESSOR REAL TIME - TSPS COMPLEX			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
11	REL MOU'S - TANDEM SWITCHING			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
12	REL MOU'S - TANDEM SWITCH TRANSPORT			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
13	DIAL EQUIPMENT MOU'S (DEM)			100.0000%		0.0000%	85.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
14a	REL MOU'S - EXCHANGE TRUNK			100.0000%		0.0000%	79.2320%	0.0000%	0.0000%	20.7680%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
14b	TOLL CONVERSATION MINUTES			100.0000%		0.0000%	60.3220%	0.0000%	0.0000%	15.3110%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	HOST/REMOTE MOU MILES			100.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
16	EQUIPMENT FURNISHED OTHERS FACTOR			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
COE BOOK COST																
17	OPERATOR SYSTEMS EQUIPMENT															
18	MANUAL SWITCHBOARDS	2220	1.1													
19	COMBINED TOLL AND LOCAL			0	LN 2	0	0	0	0	0	0	0	0	0	0	0
20	SEPARATE TOLL SWBD			0	LN 3	0	0	0	0	0	0	0	0	0	0	0
21	SEPARATE DSA BOARDS			0	LN 4	0	0	0	0	0	0	0	0	0	0	0
22	SEPARATE DSB BOARDS			0	LN 5	0	0	0	0	0	0	0	0	0	0	0
23	DIRECT ASSIGNMENT			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
24	SUBTOTAL MANUAL BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
25	% DISTRIBUTION															
26	AUXILIARY SWITCHBOARDS	2220	1.2													
27	DIRECTORY ASSISTANCE			0	LN 6+DIR	0	0	0	0	0	0	0	0	0	0	0
28	INTERCEPT			0	SLU	0	0	0	0	0	0	0	0	0	0	0
29	TOLL RATE AND ROUTE			0	LN 3+DIR	0	0	0	0	0	0	0	0	0	0	0
30	SUBTOTAL AUXILIARY BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
31	% DISTRIBUTION															
32	SERVICE OBSERVING	2220	1.3													
33	TOLL			0	LN 8	0	0	0	0	0	0	0	0	0	0	0
34	EXCHANGE			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
35	DIRECT ASSIGNMENT			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
36	SUBTOTAL SERVICE OBSERVING			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
37	% DISTRIBUTION															
38	TRAFFIC SERVICE POSITIONS	2220	1.4													
39	OPERATOR			0	LN 7+DIR	0	0	0	0	0	0	0	0	0	0	0
40	REMOTE TRUNK ARRANGEMENT			0	LN 9+DIR	0	0	0	0	0	0	0	0	0	0	0
41	OTHER			0	LN 10+DIR	0	0	0	0	0	0	0	0	0	0	0
42	SUBTOTAL TSPS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
43	% DISTRIBUTION															
44	TOTAL OPERATOR SYSTEMS EQUIPMENT			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
45	% DISTRIBUTION															

CENTRAL OFFICE EQUIPMENT SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRA-STATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA					
43	TANDEM SWITCHING EQUIPMENT	2210	2.0	0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0
44	ACCESS	2.1	2.1	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
45	NON ACCESS	2.2	2.2	0	LN 12+DIR	0	0	0	0	0	0	0	0	0	0	0
46	TANDEM SWITCH TRANSPORT	2.3	2.3	0		0	0	0	0	0	0	0	0	0	0	0
47	SUBTOTAL TANDEM SWITCHING % DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
48a	LOCAL SWITCHING EQUIPMENT	2210	3.0	3,403,185	LN 13+DIR	0	2,892,707	0	0	0	0	0	510,478	0	0	0
48b	ACCESS - TS	3.11	3.11	0	LN 13+DIR	0	0	0	0	0	0	0	0	0	0	0
48c	ACCESS - NTS	3.12	3.12	0	S-6, LN 3	0	0	0	0	0	0	0	0	0	0	0
48c	EQUAL ACCESS	3.2	3.2	0	LN 13+DIR	0	0	0	0	0	0	0	0	0	0	0
49	SS7 SWITCHING	3.3	3.3	3,403,185	LN 13+DIR	0	2,892,707	0	0	0	0	0	510,478	0	0	0
50	SUBTOTAL LOCAL SWITCHING % DISTRIBUTION			100.0000%		0.0000%	85.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	15.0000%	0.0000%	0.0000%	0.0000%
51	TANDEM SWITCHING EQUIPMENT	2210	2.0	3,403,185	DIRECT	0	2,892,707	0	0	0	0	0	510,478	0	0	0
52	ACCESS	2.1	2.1	0		0	0	0	0	0	0	0	0	0	0	0
53	NON ACCESS	2.2	2.2	0		0	0	0	0	0	0	0	0	0	0	0
54	SUBTOTAL TANDEM SWITCHING % DISTRIBUTION			100.0000%		0.0000%	85.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	15.0000%	0.0000%	0.0000%	0.0000%
54	CENTRAL OFFICE TRANS EQUIP	2230	4.0	278,821	AL-1, LN10+DIR	0	0	0	0	0	0	0	0	0	0	0
55	EXCHANGE CIRCUIT	4.1	4.1	519,438	DIRECT	0	0	266,055	0	12,766	0	0	519,438	0	0	0
56	EXCH TRUNK - EAS	4.121	4.121	0		0	0	0	0	0	0	0	0	0	0	0
57	EXCH TRUNK - WIDEBAND	4.122	4.122	0	AL-1, LN12+DIR	0	0	0	0	0	0	0	0	0	0	0
58	EXCH TRUNK - BASIC	4.123	4.123	0	LN 14a+DIR	0	0	0	0	0	0	0	0	0	0	0
59	EXCH TRUNK - SPECIAL	4.124	4.124	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
60	SUBSCRIBER LINE - BASIC	4.131	4.131	3,576,261	AL-1, LN 2+DIR	0	875,219	0	42,273	0	0	0	33,114	0	1,750,438	0
61	SUBSCRIBER LINE - SPECIAL	4.132	4.132	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
62	SUBTOTAL EXCHANGE CIRCUIT % DISTRIBUTION			100.0000%		0.0000%	20.0072%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	1.0488%	0.0000%	45.880	0
63	INTEREXCHANGE CIRCUIT	4.2	4.2	4,374,520	DIRECT	0	875,219	0	309,328	0	45,880	0	2,269,876	0	2,269,876	0
64	EXCHANGE CIRCUIT	4.1	4.1	100,000,000%		0.0000%	20.0072%	0.0000%	0.0000%	1.0488%	0.0000%	0.0000%	51.8866%	0.0000%	51.8866%	0.0000%
65	WIDEBAND	4.21	4.21	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
66	OTHER - BASIC	4.22	4.22	68,702	AL-1, LN14+DIR	0	0	0	52,232	0	16,471	0	0	0	0	0
67a	OTHER - TANDEM MULTIPLEXING	4.231	4.231	742,795	AL-1, LN6+DIR	0	511,527	0	57,272	0	39,917	0	0	0	0	0
67c	OTHER - VOICE GRADE MULTIPLEXING	4.232	4.232	0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0
68	NON ACCESS	4.233	4.233	0	LN 14b+DIR	0	0	0	0	0	0	0	0	0	0	0
69	% DISTRIBUTION	4.24	4.24	811,497	DIRECT	0	0	0	0	0	0	0	0	0	0	0
70	SUBTOTAL INTEREXCHANGE CIRCUIT % DISTRIBUTION			100.0000%		0.0000%	63.0350%	0.0000%	13.4940%	0.0000%	6.9486%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
71	HOST/REMOTE CIRCUIT	4.3	4.3	705,085	LN 15+DIR	0	425,322	0	0	0	0	0	168,283	0	168,283	0
72	CLOSED END WAYS	4.31	4.31	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
73	SUBTOTAL HOST/REMOTE CIRCUIT % DISTRIBUTION	4.32	4.32	705,085		0.0000%	425,322	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	23.8670%	0.0000%	23.8670%	0.0000%
74	EQUIPMENT RENTED OTHERS	77	77	5,891,103	LN 16+DIR	0	1,812,068	0	417,831	0	102,267	0	2,438,156	0	2,438,156	0
75	TOTAL TRANSMISSION EQUIPMENT % DISTRIBUTION			100.0000%		0.0000%	30.7584%	0.0000%	7.0926%	0.0000%	1.7360%	0.0000%	41.3871%	0.0000%	41.3871%	0.0000%
76	CENTRAL OFFICE EQUIPMENT	2210	2.0	9,294,288	DIRECT	0	4,704,775	0	417,831	0	102,267	0	2,948,636	0	2,948,636	0
77	ACCESS	2.1	2.1	0		0	0	0	0	0	0	0	0	0	0	0
78	NON ACCESS	2.2	2.2	0		0	0	0	0	0	0	0	0	0	0	0
79	SUBTOTAL CENTRAL OFFICE EQUIPMENT % DISTRIBUTION			100.0000%		0.0000%	50.6201%	0.0000%	4.4956%	0.0000%	1.1003%	0.0000%	31.7252%	0.0000%	31.7252%	0.0000%

INFORMATION ORIGIN/TERM AND C&WF SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA				
1	SUBSCRIBER PLANT FACTOR (SPF)			100.0000%	INPUT	0.0000%	25.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	50.0000%	0.0000%
2	RELATIVE MOUTS - COINLESS PAY TEL			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
3	EQUIVALENT LOOPS - CWF			100.0000%	AL-1, LN 4	0.0000%	24.4730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	48.9450%	0.0000%
4	EQUIVALENT CHANNELS - EXCH WIDEBAND			0.0000%	AL-1, LN 12	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	EQUIVALENT CHANNELS - IX WIDEBAND			0.0000%	AL-1, LN 14	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	IX CIRCUIT MILES - CWF			100.0000%	AL-1, LN 8	0.0000%	71.6164%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	REL MOUTS - EXCHANGE TRUNK			100.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%
8	HOST/REMOTE MOUT MILES			100.0000%	INPUT	0.0000%	60.3220%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	23.9670%	0.0000%
9	EQUIPMENT FURNISHED OTHERS FACTOR			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INFORMATION ORIGIN/TERMINATION															
2310															
10	OTHER IOT EQUIPMENT			0	S-11, LN 6	0	0	0	0	0	0	0	0	0	0
11	PUBLIC INTEREST PAYSTATION EQUIP			0	LN 2-DIRECT	0	0	0	0	0	0	0	0	0	0
12	COINLESS PUBLIC TELEPHONE			0	LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0
13	OTHER			0		0	0	0	0	0	0	0	0	0	0
14	SUBTOTAL			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	% DISTRIBUTION			0.0000%	DIRECT	0	0	0	0	0	0	0	0	0	0
16	NEW CUSTOMER PREMISE EQUIPMENT			0		0	0	0	0	0	0	0	0	0	0
17	TOTAL INFO ORIGIN/TERM EQUIP			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
18	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES															
2410															
19	SUBSCRIBER LINE - JOINT			11,317,310	LN 3	0	2,769,686	0	133,774	0	2,769,686	0	104,790	0	5,539,373
20	SUBSCRIBER LINE - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
21	SUBTOTAL SUBSCRIBER LINE			11,317,310		0	2,769,686	0	133,774	0	2,769,686	0	104,790	0	5,539,373
22	EXCHANGE LINE WIDEBAND - JOINT			0	AL-1, LN 10	0	0	0	0	0	0	0	0	0	0
23	EXCHANGE LINE WIDEBAND - DIRECT			211,463	DIRECT	0	0	0	170,784	0	0	0	40,679	0	0
24	SUBTOTAL EXCHANGE WIDEBAND			211,463		0	0	0	170,784	0	0	0	40,679	0	0
25a	EXCHANGE TRUNK - JOINT			0	LN 7	0	0	0	0	0	0	0	0	0	0
25b	EXCHANGE TRUNK - DIRECT			539,993	DIRECT	0	0	0	0	0	0	0	0	539,993	0
26	EXCHANGE TRUNK - WIDEBAND			0	LN 4-DIRECT	0	0	0	0	0	0	0	0	0	0
27	SUBTOTAL EXCHANGE TRUNK			539,993		0	0	0	0	0	0	0	0	539,993	0
28	INTEREXCHANGE WIDEBAND - JOINT			0	LN 5	0	0	0	0	0	0	0	0	0	0
29	INTEREXCHANGE WIDEBAND - DIRECT			57,952	DIRECT	0	0	0	46,849	0	0	0	11,103	0	0
30	SUBTOTAL INTEREXCHANGE WIDEBAND			57,952		0	0	0	46,849	0	0	0	11,103	0	0
31a	IX TRUNK - ACCESS - JOINT			242,694	LN 6	0	173,909	0	20,072	0	33,254	0	15,559	0	0
31b	IX TRUNK - ACCESS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
32	SUBTOTAL INTEREXCHANGE ACCESS			242,694	LN 6-DIRECT	0	173,909	0	20,072	0	33,254	0	15,559	0	0
33	IX TRUNK - NON ACCESS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
34	HOST/REMOTE - JOINT			1,245,843	LN 8	0	751,517	0	0	0	196,980	0	0	0	297,345
35	HOST/REMOTE - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
36	SUBTOTAL HOST/REMOTE EXCL WATS			1,245,843		0	751,517	0	0	0	196,980	0	0	297,345	0
37	HOST/REMOTE - CLOSED END WATS			0	DIRECT	0	0	0	0	0	0	0	0	0	0
38	EQUIPMENT FURNISHED OTHERS - JOINT			0	LN 9	0	0	0	0	0	0	0	0	0	0
39	EQUIPMENT FURNISHED OTHERS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
40	SUBTOTAL EQUIP. FURNISHED OTHERS			0		0	0	0	0	0	0	0	0	0	0
41	TOTAL CABLE AND WIRE FACILITIES			13,615,255		0	3,695,013	0	371,480	0	2,999,921	0	172,130	0	5,836,718
42	% DISTRIBUTION			100.0000%		0.0000%	27.1368%	0.0000%	2.7284%	0.0000%	22.0335%	0.0000%	1.2642%	0.0000%	42.8650%
43				100.0000%		0.0000%	27.1368%	0.0000%	2.7284%	0.0000%	22.0335%	0.0000%	1.2642%	0.0000%	42.8650%

OTHER TELEPHONE PLANT AND DEFERRED CHARGES

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER		
						MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL						SPECIAL ACCESS	
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA					INTRALATA	INTERLATA
1	TELEPHONE PLANT IN SERVICE	2001		100.0000%	S-2 LN 10	0.0000%	36.6650%	0.0000%	0.0000%	0.0000%	1.1977%	0.0000%	0.0000%	38.3480%	0.0000%		
2	CABLE AND WIRE FACILITIES	2410		100.0000%	S-5 LN 43	0.0000%	27.1389%	0.0000%	0.0000%	0.0000%	1.2642%	0.0000%	0.0000%	42.8690%	0.0000%		
3	EQUAL ACCESS MOUS			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		
OTHER TELECOMMUNICATIONS PLANT																	
4	PROPERTY HELD FOR FUTURE USE	2002		0	S-3 LN 11	0	0	0	0	0	0	0	0	0	0	0	
5	GENERAL SUPPORT FACILITIES			0	S-4 LN 81	0	0	0	0	0	0	0	0	0	0	0	
6	CENTRAL OFFICE EQUIPMENT			0	S-5 LN 43	0	0	0	0	0	0	0	0	0	0	0	
7	CABLE AND WIRE FACILITIES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
8	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	
9	PROPERTY HELD FOR FUTURE USE			0		0	0	0	0	0	0	0	0	0	0	0	
10	PLANT UNDER CONSTRUCTION	2003		0	S-3 LN 11	0	0	0	0	0	0	0	0	0	0	0	
11	GENERAL SUPPORT FACILITIES			0	S-4 LN 81	0	0	0	0	0	0	0	0	0	0	0	
12	CENTRAL OFFICE EQUIPMENT			0	S-5 LN 43	0	0	0	0	0	0	0	0	0	0	0	
13	CABLE AND WIRE FACILITIES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
14	UNDISTRIBUTED			257,132		0	94,277	0	8,859	46,250	3,080	0	6,061	98,605	0		
15	TOTAL PLANT UNDER CONSTRUCTION			257,132		0	94,277	0	8,859	46,250	3,080	0	6,061	98,605	0		
16	RESERVED FOR FUTURE USE	XXXX		0		0	0	0	0	0	0	0	0	0	0	0	
17	GENERAL SUPPORT FACILITIES			0	S-3 LN 11	0	0	0	0	0	0	0	0	0	0	0	
18	CENTRAL OFFICE EQUIPMENT			0	S-4 LN 81	0	0	0	0	0	0	0	0	0	0	0	
19	CABLE AND WIRE FACILITIES			0	S-5 LN 43	0	0	0	0	0	0	0	0	0	0	0	
20	UNDISTRIBUTED			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
21	TOTAL			0		0	0	0	0	0	0	0	0	0	0	0	
22	TELECOMMUNICATIONS PLANT ADJ	2005		0	S-3 LN 11	0	0	0	0	0	0	0	0	0	0	0	
23	GENERAL SUPPORT FACILITIES			0	S-4 LN 81	0	0	0	0	0	0	0	0	0	0	0	
24	CENTRAL OFFICE EQUIPMENT			0	S-5 LN 43	0	0	0	0	0	0	0	0	0	0	0	
25	CABLE AND WIRE FACILITIES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
26	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	
27	TOTAL TEL PLANT ADJUSTMENT			0		0	0	0	0	0	0	0	0	0	0	0	
28	TOTAL OTHER TELEPHONE PLANT			257,132		0	94,277	0	8,859	46,250	3,080	0	6,061	98,605	0		
MATERIALS AND SUPPLIES																	
29	CPE	1220		0	DIRECT	0	46,370	0	4,662	37,647	2,160	0	6,776	73,246	0		
30	OTHER			170,861	LN 2+DIRECT	0	46,370	0	4,662	37,647	2,160	0	6,776	73,246	0		
31	TOTAL			170,861		0	46,370	0	4,662	37,647	2,160	0	6,776	73,246	0		
32	% DISTRIBUTION			100.0000%		0.0000%	27.1389%	0.0000%	2.7284%	22.0335%	0.0000%	0.0000%	3.9561%	42.8690%	0.0000%		
INVESTMENT IN NONAFFILIATED CO.																	
33	RTB STOCK	1402		0	LN 1	0	0	0	0	0	0	0	0	0	0	0	
34	OTHER			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	
35	TOTAL			0		0	0	0	0	0	0	0	0	0	0	0	
36	NONCURRENT ASSETS-POST RET BENE	1410		0	S-3 LN 3	0	0	0	0	0	0	0	0	0	0	0	
37	EQUAL ACCESS EQUIPMENT - NET	1439		0	LN 3+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
38	OTHER JURISDICTIONAL ASSETS	1500		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	

ACCUMULATED DEPRECIATION/AMORTIZATION SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL	SPECIAL ACCESS	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	INTERLATA				
1	GENERAL SUPPORT FACILITIES	2110		100,000.00	S-3, LN 11	0.0000%	36,665.00%	0.0000%	3,445.33%	17,986.69%	0.0000%	0.0000%	2,357.11%	38,348.00%	0.0000%
2	CENTRAL OFFICE EQUIPMENT	2230		100,000.00	S-4, LN 81	0.0000%	50,620.1%	0.0000%	4,495.65%	12,058.9%	0.0000%	0.0000%	0.0000%	31,725.2%	0.0000%
3	INFORMATION ORIGITERM EQUIPMENT	2310		0.0000%	S-5, LN 18	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	CABLE & WIRE FACILITIES	2410		100,000.00	S-5, LN 43	0.0000%	27,156.8%	0.0000%	2,728.4%	22,033.5%	0.0000%	0.0000%	3,966.1%	42,669.0%	0.0000%
5	GEN SUPPORT, COE, LOT AND C&W			100,000.00	S-3, LN 14	0.0000%	35,655.0%	0.0000%	3,445.33%	17,986.6%	0.0000%	0.0000%	2,357.1%	38,348.0%	0.0000%
6	CAPITAL LEASES	2681		0.0000%	S-3, LN 21	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	LEASEHOLD IMPROVEMENTS	2682		0.0000%	S-3, LN 28	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
8	TANGIBLE ASSETS	2680		0.0000%	S-3, LN 30	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	PLANT HELD FOR FUTURE USE	2002		0.0000%	S-6, LN 9	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
10	TELECOMMUNICATIONS PLANT ADJ	2005		0.0000%	S-6, LN 27	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
11	ACCUM DEPR - PLANT IN SERVICE	3100		2,454,532	LN 1-DIRECT	0	899,955	0	84,567	441,492	0	29,399	0	941,264	0
12	GENERAL SUPPORT			2,330,252	S-4, LN53+DIR	0	1,950,714	0	0	0	0	0	0	349,538	0
13	CENTRAL OFFICE SWITCHING EQUIP			0	S-4, LN42+DIR	0	0	0	0	0	0	0	0	0	0
14	OPERATOR SERVICES EQUIPMENT			3,217,954	S-4, LN79+DIR	0	989,823	0	228,236	612,214	0	55,862	0	1,331,819	0
15	CENTRAL OFFICE TRANSMISSION			0	LN 2-DIRECT	0	0	0	0	0	0	0	0	0	0
16	UNDISTRIBUTED COE			0	LN 3-DIRECT	0	0	0	0	0	0	0	0	0	0
17	INFORMATION ORIGITERM			8,015,577	LN 4-DIRECT	0	2,175,329	0	218,698	1,766,114	0	101,337	0	3,435,194	0
18	CABLE AND WIRE FACILITIES			16,018,315	LN 4-DIRECT	0	6,045,821	0	551,500	2,819,821	0	186,598	0	6,053,815	0
19	ACCUM DEPRECIATION - FUTURE USE	3200		0	LN 9+DIRECT	0	0	0	0	0	0	0	0	0	0
20	ACCUMULATED AMORTIZATION	3400		0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0
21	CAPITAL LEASES			0	LN 7-DIRECT	0	0	0	0	0	0	0	0	0	0
22	LEASEHOLD IMPROVEMENTS			0	LN 8-DIRECT	0	0	0	0	0	0	0	0	0	0
23	UNDISTRIBUTED			0	LN 9-DIRECT	0	0	0	0	0	0	0	0	0	0
24	TOTAL ACCUM AMORT-TANGIBLE ASSETS	3500		0	S-3, LN37+DIR	0	0	0	0	0	0	0	0	0	0
25	INTANGIBLE ASSETS	3600		0	LN 10-DIRECT	0	0	0	0	0	0	0	0	0	0
26	TELECOMMUNICATIONS PLANT ADJ			0	LN 10-DIRECT	0	0	0	0	0	0	0	0	0	0
27	NET OPERATING DEFERRED INC TAX	4100 & 4340		0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
28	GENERAL SUPPORT			0	S-4, LN53+DIR	0	0	0	0	0	0	0	0	0	0
29	CENTRAL OFFICE SWITCHING EQUIP			0	S-4, LN42+DIR	0	0	0	0	0	0	0	0	0	0
30	OPERATOR SERVICES EQUIPMENT			0	S-4, LN79+DIR	0	0	0	0	0	0	0	0	0	0
31	CENTRAL OFFICE TRANSMISSION			0	LN 3+DIRECT	0	0	0	0	0	0	0	0	0	0
32	INFORMATION ORIGITERM			0	LN 4+DIRECT	0	0	0	0	0	0	0	0	0	0
33	CABLE AND WIRE FACILITIES			504,839	LN 5+DIRECT	0	185,059	0	17,393	90,805	0	6,047	0	193,596	0
34	UNDISTRIBUTED			504,839	LN 5+DIRECT	0	185,059	0	17,393	90,805	0	6,047	0	193,596	0
	TOTAL NET DEFERRED INCOME TAX														

ACCUMULATED DEPRECIATION/AMORTIZATION SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE MESSAGE	EAS	EXCHANGE PVT LINE	OTHER		
						MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL						SPECIAL ACCESS	
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA					INTRALATA	INTERLATA
35	OTHER DEFERRED CREDITS - NET	4360		0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0		
36	GENERAL SUPPORT			0	S-4, LN3+DIR	0	0	0	0	0	0	0	0	0	0		
37	CENTRAL OFFICE SWITCHING EQUIPMENT			0	S-4, LN42+DIR	0	0	0	0	0	0	0	0	0	0		
38	OPERATOR SERVICES EQUIPMENT			0	S-4, LN79+DIR	0	0	0	0	0	0	0	0	0	0		
39	CENTRAL OFFICE TRANSMISSION			0	LN 3+DIRECT	0	0	0	0	0	0	0	0	0	0		
40	INFORMATION ORIG/TERM			0	LN 4+DIRECT	0	0	0	0	0	0	0	0	0	0		
41	CABLE AND WIRE FACILITIES			0	LN 5+DIRECT	0	0	0	0	0	0	0	0	0	0		
42	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0		
43	TOTAL OTHER DEFERRED CREDITS			0		0	0	0	0	0	0	0	0	0	0		
43	OTHER LT LIAB - POST RET BENEFIT	4310		0	S-3, LN 3	0	0	0	0	0	0	0	0	0	0		

PART 36 SEPARATIONS

S-8, 1 of 1

SUMMARY OF OPERATING EXPENSE AND TAX

S-8, 1 of 1

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE		INTRASTATE		EXCHANGE		EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL		MESSAGE TOLL		PVT LINE				EAS
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA			
OPERATING EXPENSE AND TAX SUMMARY														
1	NETWORK SUPPORT EXPENSE	6110		18,785	S-9,LN 7	0	6,890	0	647	3,375	0	442	7,196	0
2	GENERAL SUPPORT EXPENSE	6120		126,578	S-9,LN 8	0	46,410	0	4,361	22,767	0	2,984	48,540	0
3	CENTRAL OFFICE EXPENSE	6210		772,017	S-9,LN 15	0	390,796	0	34,707	55,996	0	0	244,924	0
4	INFORMATION ORIGITERM EXPENSE	6310		0	S-9,LN 21	0	0	0	0	0	0	0	0	0
5	CABLE AND WIRE FACILITIES EXPENSE	6410		1,135,092	S-9,LN 25	0	305,050	0	30,970	250,101	0	45,019	496,602	0
6	OTHER PLANT EXPENSE	6510		0	S-10,LN 11	0	0	0	0	0	0	0	0	0
7	NETWORK OPERATIONS EXPENSE	6530		110,788	S-10,LN 13	0	40,620	0	3,817	19,927	0	2,611	42,485	0
8	ACCESS CHARGE EXPENSE	6540		30,588	S-10, 14*14b	0	30,558	0	0	0	0	0	0	0
9	MARKETING EXPENSE	6510		6,892	S-11,LN 12	0	3,767	0	224	494	0	0	2,217	0
10	SERVICES EXPENSE	6620		224,909	S-11,LN 44	0	89,395	0	0	45,316	0	0	90,198	0
11	EXECUTIVE AND PLANNING EXPENSE	6710		365,631	S-12,LN 8+9	0	135,322	0	11,331	66,462	0	7,741	140,816	0
12	GENERAL AND ADMINISTRATIVE EXP	6720		596,568	S-12,LN 11+12	0	244,578	0	17,317	101,576	0	11,831	215,214	0
13	SUBTOTAL OPERATING EXPENSES			3,387,798		0	1,296,376	0	103,374	603,114	0	70,628	1,278,193	0
14	% DISTRIBUTION			100.0000%		0.0000%	38.2650%	0.0000%	3.0514%	17.8025%	0.0000%	2.0848%	37.7293%	0.0000%
15	DEPRECIATION AND AMORTIZATION	6560		1,841,021	S-10,LN 24+31	0	791,597	0	57,575	286,373	0	35,695	649,820	0
16	OTHER OPERATING TAX	7240		134,163	S-12,LN 93	0	49,657	0	4,598	24,005	0	3,146	51,178	0
17	EQUAL ACCESS EXPENSE			0	S-12,LN 15	0	0	0	0	0	0	0	0	0
18	INTEREST ON CUSTOMER DEPOSITS	7250		8,543	S-12,LN 17	0	2,980	0	312	1,591	0	203	3,350	0
19	RENT REVENUE	5240		5,371,545	S-10,LN 47	0	2,140,611	0	165,859	915,583	0	109,672	1,982,541	0
20	TOTAL OPERATING EXPENSE AND TAX			100,0000%		0.0000%	39.8509%	0.0000%	3.0877%	17.0451%	0.0000%	2.0417%	36.9062%	0.0000%
21	% DISTRIBUTION			100.0000%		0.0000%	39.8509%	0.0000%	3.0877%	17.0451%	0.0000%	2.0417%	36.9062%	0.0000%
NON OPERATING EXPENSE														
22	ABANDONED CONSTRUCTION	7370		0	S-2,LN 10	0	0	0	0	0	0	0	0	0
23	CONTRIBUTIONS			4,158	S-12,LN 14	0	1,642	0	124	726	0	85	1,539	0
24	OTHER NON OPERATING EXPENSE			-161,201	DIRECT	0	0	0	0	0	0	0	-161,201	0
25	TOTAL NON OPERATING EXPENSE			-157,043		0	1,642	0	124	726	0	85	1,539	-161,201
26	% DISTRIBUTION			100.0000%		0.0000%	-1.0454%	0.0000%	-0.0793%	-0.4624%	0.0000%	-0.0539%	-0.9797%	102.6477%
UNCOLLECTIBLES														
27	END USER MSG TOLLS	5310		-30,086	DIRECT	0	0	0	0	0	0	0	-30,086	0
28	END USER COMMON LINE	5320		0	DIRECT	0	0	0	0	0	0	0	0	0
29	IX CARRIER	5330		0	DIRECT	0	0	0	0	0	0	0	0	0
30	TOTAL UNCOLLECTIBLES			-30,086		0	0	0	0	0	0	0	-30,086	0
31	ALLOW. FOR FUNDS USED DUR. CONST.	7340		0	S-12,LN 3	0	0	0	0	0	0	0	0	0



PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER		
						MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL						SPECIAL ACCESS	
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA					INTRALATA	INTERLATA
1	ALLOCATION FACTORS																
2	GENERAL SUPPORT ASSETS	2110		100.0000%	S-3, LN 11	0.0000%	35.6650%	0.0000%	3.4453%	17.9868%	0.0000%	0.0000%	2.3571%	38.3480%	0.0000%	0.0000%	
3	CENTRAL OFFICE EQUIPMENT	VAR		100.0000%	S-4, LN 81	0.0000%	50.6201%	0.0000%	4.4566%	12.0688%	0.0000%	0.0000%	0.0000%	31.7252%	0.0000%	0.0000%	
4	PUBLIC SERVICE TELEPHONE EQUIP	2310		0.0000%	S-5, LN 11	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
5	CONLESS PUBLIC TELEPHONE EQUIP	2310		0.0000%	S-5, LN 12	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
6	OTHER IOT EQUIPMENT	2310		0.0000%	S-5, LN 13	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
7	CABLE AND WIRE FACILITIES	2410		100.0000%	S-5, LN 43	0.0000%	27.1388%	0.0000%	2.7284%	22.0335%	0.0000%	0.0000%	3.9661%	42.8690%	0.0000%	0.0000%	
8	GENERAL SUPPORT EXPENSE	6110		18,765	LN 1+DIRECT	0	6,880	0	647	3,375	0	225	442	7,196	0	0	
9	NETWORK SUPPORT	6120		126,578	LN 1+DIRECT	0	45,410	0	4,361	22,767	0	1,516	2,984	48,540	0	0	
10	GENERAL SUPPORT EXP			145,343	LN 1+DIRECT	0	53,290	0	5,008	26,143	0	1,741	3,426	55,736	0	0	
11	% DISTRIBUTION			100.0000%		0.0000%	36.6650%	0.0000%	3.4453%	17.9868%	0.0000%	1.1977%	2.3571%	38.3480%	0.0000%	0.0000%	
12	CENTRAL OFFICE EXPENSE	6210		514,677	LN 2+DIRECT	0	260,530	0	23,133	62,064	0	5,653	0	163,283	0	0	
13	CENTRAL OFFICE SWITCHING EXPENSE	6220		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
14	OPERATOR SYSTEMS EXPENSE	6230		257,240	LN 2+DIRECT	0	130,265	0	11,569	31,032	0	2,832	0	81,642	0	0	
15	CENTRAL OFFICE TRANSMISSION EXP	6230		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
16	COE EXPENSE - S57 LEASE	6230		772,017	LN 2+DIRECT	0	390,795	0	34,707	93,095	0	8,495	0	244,924	0	0	
17	TOTAL CENTRAL OFFICE EXPENSE			100,000.00%		0.0000%	50.6201%	0.0000%	4.4955%	12.0688%	0.0000%	1.1003%	0.0000%	31.7252%	0.0000%	0.0000%	
18	% DISTRIBUTION																
19	INFORMATION ORIGTERM EXPENSE	6310		0	LN 3	0	0	0	0	0	0	0	0	0	0	0	
20	LOT EXP - PUBLIC INTEREST PAY TEL			0	LN 4	0	0	0	0	0	0	0	0	0	0	0	
21	LOT EXP - CONLESS PAY TEL			0	LN 5+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
22	LOT EXP - OTHER			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	
23	LOT EXP - CPE			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	
24	TOTAL INFORMATION ORIGTERM EXP			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
25	% DISTRIBUTION																
26	CABLE AND WIRE FACILITIES EXPENSE	6410		1,135,092	LN 6	0	308,050	0	30,970	250,101	0	14,350	0	486,602	0	0	
27	CWF EXP - UNDIRECTED			0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0	0	
28	CWF EXP - S57 LEASE			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	
29	CWF EXP - DIRECT ASSIGNED			1,135,092		0	308,050	0	30,970	250,101	0	14,350	0	486,602	0	0	
30	TOTAL CWF EXPENSE			100,000.00%		0.0000%	27.1388%	0.0000%	2.7284%	22.0335%	0.0000%	1.2642%	0.0000%	3.9661%	0.0000%	0.0000%	
31	% DISTRIBUTION																
32	TOTAL PLANT SPECIFIC EXPENSE			2,052,452		0	752,136	0	70,564	389,339	0	24,566	0	787,263	0	0	
33	% DISTRIBUTION			100,000.00%		0.0000%	36.6442%	0.0000%	3.4439%	17.9950%	0.0000%	1.1979%	0.0000%	2.9603%	0.0000%	0.0000%	
34	PLANT SPECIFIC EXP EXCLUDING GSF			1,907,109		0	698,846	0	65,675	343,197	0	22,645	0	731,326	0	0	
35	% DISTRIBUTION			100,000.00%		0.0000%	36.6442%	0.0000%	3.4439%	17.9957%	0.0000%	1.1979%	0.0000%	2.9606%	0.0000%	0.0000%	

PLANT NONSPECIFIC OPERATIONS EXPENSE SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL		SPECIAL ACCESS	MESSAGE TOLL		SPECIAL ACCESS				
						INTRALATA	INTERLATA		INTRALATA	INTERLATA					
1	TELEPHONE PLANT IN SERVICE	2001		100,000.00%	S-2, LN 10	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
2	CAPITAL LEASES	2681		0.0000%	S-7, LN 6	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
3	LEASEHOLD IMPROVEMENTS	2682		0.0000%	S-7, LN 7	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	TANGIBLE PROPERTY	2680		0.0000%	S-3, LN 30	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	INTANGIBLE PROPERTY	2690		0.0000%	S-3, LN 37	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	TELEPHONE PLANT ADJUSTMENT	2005		0.0000%	S-7, LN 10	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	COE, IOT AND C&WF			100,000.00%	S-3, LN 7	0.0000%	36.6550%	0.0000%	3.4453%	17.9668%	0.0000%	0.0000%	2.3571%	38.3480%	0.0000%
8	OTHER PROPERTY PLANT & EQUIP EXP.				LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
9	PROPERTY HELD FOR FUTURE USE	6510			LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
10	MATERIALS & SUPPLIES PROVISIONING	6512			LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
11	TOTAL OTHER PROP PLANT & EQUIP EXP.			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
12	% DISTRIBUTION														
13	NETWORK OPERATIONS EXPENSE	6530		110,788	LN 7+DIRECT	0	40,620	0	3,917	19,927	0	1,327	2,611	42,485	0
14a	ACCESS CHARGE EXPENSE	6540	1.0		DIRECT	0	0	0	0	0	0	0	0	0	0
14b	FEDERAL SUPPORT CHARGES	6540	2.0	30,558	DIRECT	0	30,558	0	0	0	0	0	0	0	0
15	DEPRECIATION EXPENSE	6560													
16	GENERAL SUPPORT			70,431	S-3, LN 11	0	25,824	0	2,427	12,668	0	844	1,660	27,009	0
17	CENTRAL OFFICE SWITCHING EQUIPMENT			465,005	S-4, LN 53	0	395,254	0	0	0	0	0	0	69,751	0
18	OPERATOR SYSTEMS EQUIPMENT			447,429	S-4, LN 42	0	0	0	0	0	0	7,767	0	0	0
19	CENTRAL OFFICE TRANSMISSION				S-4, LN 79	0	137,626	0	31,734	95,123	0	0	0	185,178	0
20	UNDISTRIBUTED COE				S-4, LN 81	0	0	0	0	0	0	0	0	0	0
21	INFORMATION ORIGIN			858,156	S-5, LN 18	0	0	0	23,414	189,082	0	0	0	0	0
22	CABLE AND WIRE FACILITIES			1,841,021	S-5, LN 43	0	232,893	0	57,575	266,873	0	19,460	34,035	367,863	0
23	PROPERTY HELD FOR FUTURE USE				LN 1+DIRECT	0	791,597	0	0	0	0	0	35,695	649,820	0
24	TOTAL DEPRECIATION EXPENSE			1,841,021		0.0000%	42.9977%	0.0000%	3.1273%	15.5323%	0.0000%	1.0570%	1.9369%	35.2967%	0.0000%
25	% DISTRIBUTION			100,000.00%											
26	AMORTIZATION EXPENSE														
27	CAPITAL LEASE	6563			LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0
28	LEASEHOLD IMPROVEMENTS	6563			LN 3+DIRECT	0	0	0	0	0	0	0	0	0	0
29	UNDISTRIBUTED	6563			LN 4+DIRECT	0	0	0	0	0	0	0	0	0	0
30	INTANGIBLE ASSETS	6564			LN 5+DIRECT	0	0	0	0	0	0	0	0	0	0
31	OTHER - TPA	6565			LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0
32	TOTAL AMORTIZATION EXPENSE			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
33	% DISTRIBUTION														
33	RENT REVENUES														
34	GEN SUPPORT ASSETS	5240			S-3, LN 11+DIR	0	0	0	0	0	0	0	0	0	0
35	CENTRAL OFFICE EQUIPMENT	5240			S-4, LN 81+DIR	0	0	0	0	0	0	0	0	0	0
36	CABLE & WIRE FACILITIES	5240			S-5, LN 43+DIR	0	0	0	0	0	0	0	0	0	0
37	UNDISTRIBUTED	5240			S-2, LN 10+DIR	0	0	0	0	0	0	0	0	0	0
38	UNBUNDLED INTERCONNECTION:														
39	- UNBUNDLED LOOP	5240			S-5, LN 3+DIR	0	0	0	0	0	0	0	0	0	0
40	- OPERATOR SYSTEMS	5240			S-4, LN 42+DIR	0	0	0	0	0	0	0	0	0	0
41	- TANDEM SWITCHING	5240			S-4, LN 47+DIR	0	0	0	0	0	0	0	0	0	0
42	- LOCAL SWITCHING	5240			S-4, LN 51+DIR	0	0	0	0	0	0	0	0	0	0
43	- TRANSPORT TERMINATION	5240			AL-1, LN 6+DIR	0	0	0	0	0	0	0	0	0	0
44	- TRANSPORT FACILITY	5240			AL-1, LN 8+DIR	0	0	0	0	0	0	0	0	0	0
45	- SS7/800 DATABASE	5240			DIRECT	0	0	0	0	0	0	0	0	0	0
46	- OSS	5240			S-11, LN 45+DIR	0	0	0	0	0	0	0	0	0	0
47	MISCELLANEOUS RENT REVENUE	5240			DIRECT	0	0	0	0	0	0	0	0	0	0
47	TOTAL RENT REVENUES					0	0	0	0	0	0	0	0	0	0

CUSTOMER OPERATIONS EXPENSE SEPARATIONS

S-11, 1 of

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRA-STATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA					
1	SWS - OPERATOR SERVICES EXCL DA			100.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%	
2	SWS - DIRECTORY ASSISTANCE BOARDS			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
3	SUBSCRIBER LINE USE (SLU)			100.0000%	INPUT	0.0000%	28.1060%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	64.5840%	0.0000%	
4	END USER BILLED REVENUE INCL CCL			100.0000%	INPUT	0.0000%	31.9082%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	48.0815%	0.0000%	
5	IX CARRIER BILLED REVENUE			100.0000%	INPUT	0.0000%	50.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
6	PUBLIC INTEREST PAYSTATION REVENUE			100.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
7	BUSINESS OFFICE CONTACTS			100.0000%	INPUT	0.0000%	44.5757%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	50.1965%	0.0000%	
8	BILLING INQUIRY CONTACTS			100.0000%	INPUT	0.0000%	31.9077%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	48.0804%	0.0000%	
9	IX CARRIER SVC ORDER CONTACTS			100.0000%	INPUT	0.0000%	50.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
10	IX CARRIER BILLING INQUIRY CONTACTS			100.0000%	INPUT	0.0000%	50.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
11	CARRIER ACCESS BILLING FACTOR			100.0000%	INPUT	0.0000%	50.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
CUSTOMER OPERATIONS EXPENSES																
12	MARKETING		6610	6.392	INPUT	0	3,767	0	224	494	0	190	0	0	2,217	0
13	TELEPHONE OPERATOR SERVICES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0
14	-CALL COMPLETION INCL DA		6621	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
15	-OPERATOR SERV. UNDER CONTRACT		6622	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
16	PUBLISHED DIRECTORY LISTINGS			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
17	-CLASSIFIED			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
18	- TWX			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
19	- ALPHA			0	LN 3	0	0	0	0	0	0	0	0	0	0	0
20	- FOREIGN			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
21	SUBTOTAL		6623	0	LN 6+DIR	0	0	0	0	0	0	0	0	0	0	0
22	LOCAL BUSINESS OFFICE			1.0		0	67,351	0	0	21,932	0	0	0	0	82,692	0
23	-END USER SVC ORDER PROCESSING			1.1		0	41,315	0	0	4,845	0	0	0	0	46,525	0
24	-PRESUBSCRIPTION			1.11		0	15,045	0	0	9,435	0	0	0	0	22,671	0
25	- OTHER			1.12		92,685	0	0	0	5,617	0	0	0	0	13,496	0
26	- END USER PAYMENT & COLLECTION			1.2	LN 4	0	0	0	0	0	0	0	0	0	0	0
27	- END USER BILLING INQUIRY			1.3	LN 8	0	0	0	0	206	0	0	0	0	0	0
28	- IX CARRIER SVC ORDER PROCESSING			1.4	LN 9	0	206	0	0	0	0	0	0	0	0	0
29	- IX CARRIER PAYMENT & COLLECTION			1.5	LN 5	0	1,268	0	0	1,268	0	0	0	0	0	0
30	- IX CARRIER BILLING INQUIRY			1.6	LN 10	0	561	0	0	561	0	0	0	0	0	0
31	- COIN COLLECT AND ADMIN - PUB INT			1.7	LN 6+DIR	0	0	0	0	0	0	0	0	0	0	0
32	SUBTOTAL LOCAL BUSINESS OFFICE		6623	171,975		0	67,351	0	0	21,932	0	0	0	0	82,692	0
33	CUSTOMER SERVICES (REV ACCTG)			2.0		0	9,573	0	0	12,741	0	0	0	0	0	0
34	-MESSAGE PROCESSING			2.1		0	0	0	0	0	0	0	0	0	0	0
35	- TOLL TICKET PROCESSING			2.11	AL-1, LN 16+DIR	0	0	0	0	0	0	0	0	0	0	0
36	- LOCAL MESSAGE PROCESSING			2.12	DIRECT	0	7,506	0	0	7,506	0	0	0	0	0	0
37	- OTHER BILLING & COLLECTION			2.2	AL-1, LN 18+DIR	0	1,185	0	0	0	0	0	0	0	0	0
38	- END USER COMMON LINE			2.3	DIRECT	0	3,137	0	0	3,137	0	0	0	0	0	0
39	- CARRIER ACCESS BILLING (CABS)			2.4	LN 11	0	21,401	0	0	23,384	0	0	0	0	7,506	0
40	SUBTOTAL CUSTOMER SERVICES			52,291	LN 32+LN 40	0	88,752	0	0	45,316	0	0	0	0	90,198	0
41	TOTAL CAT 1 AND CAT 2			224,266		0	35,5742%	0.0000%	0.0000%	20,2064%	0.0000%	0.0000%	0.0000%	40,2194%	0.0000%	
42	% DISTRIBUTION			100.0000%		643	643	0	0	0	0	0	0	0	0	0
43	ALL OTHER CUSTOMER SERVICE		6623	224,909	LN 42+DIRECT	0	89,395	0	0	45,316	0	0	0	0	90,198	0
44	TOTAL SERVICES EXPENSE			224,909		0	38,7470%	0.0000%	0.0000%	20,1486%	0.0000%	0.0000%	0.0000%	40,1044%	0.0000%	
45	% DISTRIBUTION			100.0000%		231,801	93,161	0	224	45,810	0	190	0	0	92,416	0
46	TOTAL CUSTOMER OPERATIONS EXP.			231,801	LN 12+LN 44	0	93,161	0	224	45,810	0	190	0	0	92,416	0
47	% DISTRIBUTION			100.0000%		0.0000%	40.1902%	0.0000%	0.0968%	19.7625%	0.0000%	0.0619%	0.0000%	0.0000%	39.6685%	0.0000%

PART 36 SEPARATIONS

OTHER OPERATING EXPENSE AND TAX SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRA-STATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER				
						MESSAGE TOLL			MESSAGE TOLL							EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						INTRALATA	INTERLATA	SPECIAL ACCESS	INTRALATA	INTERLATA	SPECIAL ACCESS								
SEPARATION FACTORS																			
1	BIG THREE EXPENSES			100.0000%	S-3, LN 3	0.0000%	37,0106%	0.0000%	3,0950%	18,1773%	0.0000%	1,0325%	0.0000%	2,1172%	38,5130%	0.0000%			
2	TELEPHONE PLANT IN SERVICE	2001		100.0000%	S-2, LN 10	0.0000%	35,6650%	0.0000%	3,4453%	17,9868%	0.0000%	1,1977%	0.0000%	2,3571%	38,3480%	0.0000%			
3	PLANT UNDER CONSTRUCTION	2003		100.0000%	S-6, LN 15	0.0000%	35,6650%	0.0000%	3,4453%	17,9868%	0.0000%	1,1977%	0.0000%	2,3571%	38,3480%	0.0000%			
4	CAPITAL LEASES	2680		0.0000%	S-3, LN 21	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			
5	EQUAL ACCESS INVESTMENT			0.0000%	S-6, LN 3	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			
6	NET TELEPHONE PLANT EXCL 4040,4310			100.0000%	S-2, LN 29	0.0000%	34,8820%	0.0000%	3,6559%	18,6204%	0.0000%	1,2520%	0.0000%	2,3757%	39,2141%	0.0000%			
CORPORATE OPERATIONS EXPENSE																			
7	EXECUTIVE AND PLANNING	6710		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0			
8	DIRECT ASSIGNED			365,631	LN 1	0	135,322	0	11,331	66,462	0	3,959	0	7,741	140,816	0			
9	OTHER																		
10	GENERAL & ADMINISTRATIVE	6720		37,760	DIRECT	0	37,760	0	0	0	0	0	0	0	0	0			
11	DIRECT ASSIGNED			658,808	LN 1	0	206,818	0	17,317	101,576	0	6,051	0	11,831	215,214	0			
12	OTHER			962,199		0	379,901	0	28,648	168,038	0	10,011	0	19,572	356,030	0			
13	TOTAL CORPORATE OPERATIONS EXP			100.0000%		0.0000%	39,4825%	0.0000%	2,9774%	17,4639%	0.0000%	1,0404%	0.0000%	2,0341%	37,0017%	0.0000%			
14	% DISTRIBUTION																		
15	EQUAL ACCESS EXPENSE			0	LN 5+DIRECT	0	0	0	0	0	0	0	0	0	0	0			
INTEREST AND RELATED ITEMS																			
16	CAPITAL LEASES	7500		0	LN 4+DIRECT	0	0	0	0	0	0	0	0	0	0	0			
17	CUSTOMER DEPOSITS			8,543	LN 6+DIRECT	0	2,890	0	312	1,591	0	107	0	203	3,350	0			
18	OTHER FIXED CHARGES - OPERATING		100.00%	156,162	LN 6	0	54,473	0	5,709	29,072	0	1,955	0	3,710	61,237	0			
19	OTHER FIXED CHARGES - NON OPERATING			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0			
20	TOTAL			164,705		0	57,452	0	6,021	30,669	0	2,052	0	3,913	64,569	0			
BASIS FOR ACTUAL INCOME TAX ALLOC.																			
21	TOTAL OPERATING REVENUES			5,345,617	VARIOUS	0	2,142,252	0	165,963	916,310	0	57,322	0	109,756	1,963,994	0			
22	LESS: OPERATING EXPENSE AND TAX			0	LN 16	0	0	0	0	0	0	0	0	0	0	0			
23	INTEREST - CAPITAL LEASE			0	LN 17	0	54,473	0	5,709	29,072	0	1,955	0	3,710	61,237	0			
24	OPERATING FIXED CHARGES			156,162	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0			
25	OTHER INCOME ADJ BASED ON PLANT			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0			
26	OTHER INCOME ADJ BASED ON EXP			-5,501,779	LN 1+DIRECT	0	-2,196,725	0	-171,692	-945,338	0	-59,277	0	-113,466	-2,015,231	0			
27	NET TAXABLE INCOME			-100.0000%		0.0000%	-39,9275%	0.0000%	-3,1207%	-17,1833%	0.0000%	-1,0774%	0.0000%	-2,0624%	-36,6287%	0			
28	% DISTRIBUTION																		
OPERATING TAXES																			
29	FEDERAL ITC AMORTIZATION	7210		-6,847	LN 2+DIRECT	0	-2,510	0	-236	-1,232	0	-82	0	-161	-2,626	0			
30	STATE ITC AMORTIZATION	7210		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0			
31	OPERATING FEDERAL INCOME TAX	7220		531,941	LN 28	0	212,391	0	16,600	91,405	0	5,731	0	10,971	194,843	0			
32	OPERATING STATE & LOCAL INC. TAX	7230		-320	LN 28	0	-128	0	-10	-55	0	-3	0	-7	-117	0			
33	OPERATING TAXES - OTHER	7240		133,458	LN 2+DIRECT	0	48,932	0	4,593	24,005	0	1,598	0	3,146	51,178	0			
34	OPERATING TAXES - DIRECT ASSIGN	7243		725	DIRECT	0	725	0	0	0	0	0	0	0	0	0			
35	TOTAL OPERATING TAXES			688,957		0	259,410	0	20,952	114,123	0	7,244	0	13,948	243,279	0			

DEVELOPMENT OF ALLOCATION RATIOS

LN	ALLOCATION RATIOS	TOTAL COMPANY	INTERSTATE		INTRASTATE		MESSAGE TOLL		SPECIAL ACCESS		EXCHANGE		EAS	EXCHANGE MESSAGE	OTHER
			MESSAGE TOLL		MESSAGE TOLL		MESSAGE TOLL		SPECIAL ACCESS		EXCHANGE				
			INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA			
1	ALLOCATED LOOPS - COE	5,076	0	1,242	0	60	0	1,242	0	47	0	0	0	2,485	0
2	PERCENT DISTRIBUTION	100.0000%	0.0000%	24.4730%	0.0000%	1.1820%	0.0000%	24.4730%	0.0000%	0.9259%	0.0000%	0.0000%	0.0000%	48.9460%	0.0000%
3	ALLOCATED LOOPS - CWF	5,076	0	1,242	0	60	0	1,242	0	47	0	0	0	2,485	0
4	PERCENT DISTRIBUTION	100.0000%	0.0000%	24.4730%	0.0000%	1.1820%	0.0000%	24.4730%	0.0000%	0.9259%	0.0000%	0.0000%	0.0000%	48.9460%	0.0000%
5	ALLOCATED CIRCUIT TERM - COE	423	0	295	0	33	0	77	0	23	0	0	0	0.0000%	0
6	PERCENT DISTRIBUTION	100.0000%	0.0000%	88.8652%	0.0000%	7.7103%	0.0000%	18.0507%	0.0000%	5.3738%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	ALLOCATED CIRCUIT MILES - CWF	2527.00	0.00	1809.75	0.00	209.00	0.00	346.25	0.00	162.00	0.00	0.00	0.00	0.00	0.00
8	PERCENT DISTRIBUTION	100.0000%	0.0000%	71.6164%	0.0000%	8.2707%	0.0000%	13.7022%	0.0000%	6.4108%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	ALLOCATED EXCH WIDEBAND LOOPS	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
11	ALOC EXCH WIDEBAND CHAN (MOU's)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
13	ALOC IX WIDEBAND CHAN (MOU MILES)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	ALLOCATED TOLL MESSAGES (SP + RC)	1,000	0	429	0	571	0	571	0	0	0	0	0	0	0
16	PERCENT DISTRIBUTION	100.0000%	0.0000%	42.9000%	0.0000%	57.1000%	0.0000%	57.1000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
17	ALLOCATED USERS	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

CASH WORKING CAPITAL WORKSHEET

CWC-1

LN	DESCRIPTION	TOTAL COMPANY	ALLOCATION BASIS		INTERSTATE				INTRASTATE				EXCHANGE MESSAGE	
			MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL		SPECIAL ACCESS		EXCHANGE PVT LINE	EAS		
			INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA				
1	PLANT SPECIFIC EXPENSES	2,052,452	0	752,136	0	70,684	369,339	0	24,586	0	0	0	48,445	787,263
2	PLANT NON SPECIFIC EXP EXCL DEP & AMORT	141,346	0	71,178	0	3,817	19,927	0	1,327	0	0	0	2,611	42,485
3	CUSTOMER OPERATIONS EXP - MARKETING	6,892	0	3,767	0	224	494	0	190	0	0	0	0	2,217
4	CUSTOMER OPERATIONS EXP - SERVICES	224,909	0	89,395	0	0	45,316	0	0	0	0	0	0	90,198
5	CORPORATE OPERATIONS EXPENSE	962,199	0	379,901	0	28,648	165,093	0	10,011	0	0	0	19,572	356,030
6	EQUAL ACCESS EXPENSE	0	0	0	0	0	0	0	0	0	0	0	0	0
7	OTHER EXPENSE - CONTRIBUTIONS	4,159	0	1,642	0	124	726	0	43	0	0	0	85	1,539
8	INTEREST ON CUSTOMER DEPOSITS	8,543	0	2,950	0	312	1,591	0	107	0	0	0	203	3,350
9	FEDERAL INCOME TAX (ACTUAL)	591,941	0	212,391	0	16,600	91,405	0	5,731	0	0	0	10,971	194,943
10	STATE INCOME TAX (ACTUAL)	-320	0	-128	0	-10	-55	0	-3	0	0	0	-7	-117
11	OTHER OPERATING TAX	133,488	0	48,932	0	4,588	24,005	0	1,598	0	0	0	3,146	51,178
12	OTHER OPERATING TAX - DIRECT ASSIGN	725	0	725	0	0	0	0	0	0	0	0	0	0
13	GROSS RECEIPTS TAX (ACTUAL)	0	0	0	0	0	0	0	0	0	0	0	0	0
14	INTEREST ON CAPITAL LEASES	156,162	0	54,473	0	5,709	29,078	0	1,955	0	0	0	3,710	61,237
15	OTHER FIXED CHARGES - OPERATING	4,222,465	0	1,617,391	0	130,707	749,964	0	45,545	0	0	0	86,735	1,590,223
16	TOTAL CASH WORKING CAPITAL EXPENSES		0,07879	0,07879	0,07879	0,07879	0,07879	0,07879	0,07879	0,07879	0,07879	0,07879	0,07879	0,07879
17	CASH WORKING CAPITAL	332,707	0	127,442	0	10,299	59,085	0	3,589	0	0	0	6,992	125,301
18	CASH WORKING CAPITAL	0	0	0	0	0	0	0	0	0	0	0	0	0
19	MINIMUM BANK BALANCE	150	0	57	0	5	27	0	2	0	0	0	3	56
20	WORKING CASH ADVANCES	332,857	0	127,499	0	10,304	59,112	0	3,590	0	0	0	6,995	125,357
21	TOTAL CASH WORKING CAPITAL		0	127,499	0	10,304	59,112	0	3,590	0	0	0	6,995	125,357

PART 36 SEPARATIONS

ALLOCATION RATIOS	A/C #	TOTAL	INTERSTATE			INTRASTATE			SPECIAL ACCESS			EXCHANGE					
			MESSAGE		INTRALATA	MESSAGE		INTRALATA	SPECIAL ACCESS		PVT LINE		MESSAGE		OTHER		
			INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA
NET INVESTMENT SUMMARY																	
GENERAL SUPPORT FACILITIES	2110	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9858%	0.0000%	1.1977%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	39.3480%	2.3571%	0.0000%
CENTRAL OFFICE SWITCHING EQUIP	2210	100.0000%	0.0000%	85.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	15.0000%	0.0000%	0.0000%
OPERATOR SYSTEMS EQUIPMENT	2220	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CENTRAL OFFICE TRANSMISSION EQUIP	2230	100.0000%	0.0000%	30.7594%	0.0000%	7.6926%	19.0250%	0.0000%	1.7360%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	41.3571%	0.0000%	0.0000%
INFORMATION ORIG/TERM EQUIPMENT	2310	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES	2410	100.0000%	0.0000%	27.1383%	0.0000%	2.7884%	22.0335%	0.0000%	1.2642%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	42.8690%	3.9681%	0.0000%
TANGIBLE ASSETS	2680	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INTANGIBLE ASSETS	2690	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9858%	0.0000%	1.1977%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	39.3480%	2.3571%	0.0000%
TOTAL PLANT IN SERVICE A/C 2001																	
PROPERTY HELD FOR FUTURE USE	2002	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
PLANT UNDER CONSTRUCTION	2003	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9858%	0.0000%	1.1977%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	39.3480%	2.3571%	0.0000%
RESERVED FOR FUTURE USE	2004	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TELEPHONE PLANT ADJUSTMENT	2005	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NONOPERATING PLANT	2006	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
GOODWILL	2007	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL PROPERTY, PLANT & EQUIP		100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9858%	0.0000%	1.1977%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	39.3480%	2.3571%	0.0000%
ACCUM DEPR-PLANT IN SERVICE	3100	100.0000%	0.0000%	37.7432%	0.0000%	3.3181%	17.6037%	0.0000%	1.1649%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	37.5243%	2.3458%	0.0000%
ACCUM DEPRECIATION - FUTURE USE	3200	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TANGIBLE PROPERTY	3400	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-INTANGIBLE PROPERTY	3500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TEL PLANT ADJ	3600	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TEL PLANT ADJ	4340	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9858%	0.0000%	1.1977%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	38.3480%	2.3571%	0.0000%
NONCURRENT DEFERRED INC TAX - NET	4370	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER DEFERRED CREDITS - NET		100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9858%	0.0000%	1.1977%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	38.3480%	2.3571%	0.0000%
CUSTOMER DEPOSITS		100.0000%	0.0000%	34.8815%	0.0000%	3.6558%	18.6206%	0.0000%	1.2521%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	39.2143%	2.3757%	0.0000%
NET TELEPHONE PLANT																	
MATERIALS AND SUPPLIES	1220	100.0000%	0.0000%	27.1388%	0.0000%	2.7284%	22.0335%	0.0000%	1.2642%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	42.8690%	3.9681%	0.0000%
INVESTMENT IN NONAFFILIATED COS	1402	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
EQUAL ACCESS EQUIPMENT	1439	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER JURISDICTIONAL ASSETS	1500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CASH WORKING CAPITAL	XXXX	100.0000%	0.0000%	33.3044%	0.0000%	3.0955%	17.7589%	0.0000%	1.0785%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	37.6510%	2.1015%	0.0000%
NET TEL PLANT, MRS AND CWC		100.0000%	0.0000%	34.8835%	0.0000%	3.6220%	18.6496%	0.0000%	1.2466%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	39.2245%	2.3834%	0.0000%

\*\*PROPRIETARY INFORMATION\*\*

ALLOCATION RATIOS	A/C #	TOTAL	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER			
			MESSAGE		SPECIAL ACCESS		MESSAGE						SPECIAL ACCESS		
			INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA					INTRALATA	INTERLATA	
OPERATING EXP AND TAX SUMMARY															
NETWORK SUPPORT EXPENSE	6110	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9659%	0.0000%	1.1977%	0.0000%	0.0000%	38.3450%	2.3571%	0.0000%	0.0000%
GENERAL SUPPORT EXPENSE	6120	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9659%	0.0000%	1.1977%	0.0000%	0.0000%	38.3450%	2.3571%	0.0000%	0.0000%
CENTRAL OFFICE EXPENSE	6210	100.0000%	0.0000%	50.6201%	0.0000%	4.4956%	12.0599%	0.0000%	1.1003%	0.0000%	0.0000%	31.7252%	0.0000%	0.0000%	0.0000%
INFORMATION ORIG/TERM EXPENSE	6310	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES EXPENSE	6410	100.0000%	0.0000%	27.1388%	0.0000%	2.7284%	22.0335%	0.0000%	1.2642%	0.0000%	0.0000%	42.8590%	3.9551%	0.0000%	0.0000%
OTHER PLANT EXPENSE	6510	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NETWORK OPERATIONS EXPENSE	6530	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9659%	0.0000%	1.1977%	0.0000%	0.0000%	38.3450%	2.3571%	0.0000%	0.0000%
ACCESS CHARGE EXPENSE	6540	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
FEDERAL SUPPORT EXPENSE	6540	100.0000%	0.0000%	100.0000%	0.0000%	3.2553%	7.1659%	0.0000%	2.7561%	0.0000%	0.0000%	32.1685%	0.0000%	0.0000%	0.0000%
MARKETING EXPENSE	6610	100.0000%	0.0000%	54.6542%	0.0000%	0.0000%	20.1458%	0.0000%	0.0000%	0.0000%	0.0000%	40.1044%	0.0000%	0.0000%	0.0000%
SERVICES EXPENSE	6620	100.0000%	0.0000%	39.7470%	0.0000%	0.0000%	0.0000%	0.0000%	1.0629%	0.0000%	0.0000%	38.5130%	2.1172%	0.0000%	0.0000%
EXECUTIVE AND PLANNING EXPENSE	6710	100.0000%	0.0000%	37.0105%	0.0000%	3.0950%	18.1773%	0.0000%	1.0144%	0.0000%	0.0000%	36.0753%	1.9832%	0.0000%	0.0000%
GENERAL AND ADMINISTRATIVE EXP	6720	100.0000%	0.0000%	40.9575%	0.0000%	2.9028%	17.0257%	0.0000%	1.0144%	0.0000%	0.0000%	37.7253%	2.0848%	0.0000%	0.0000%
SUBTOTAL OPERATING EXPENSES		100.0000%	0.0000%	38.2660%	0.0000%	3.0514%	17.8025%	0.0000%	1.0660%	0.0000%	0.0000%	37.7253%	2.0848%	0.0000%	0.0000%
DEPRECIATION AND AMORTIZATION	6560	100.0000%	0.0000%	42.9977%	0.0000%	3.1273%	15.5823%	0.0000%	1.0570%	0.0000%	0.0000%	35.2957%	1.9389%	0.0000%	0.0000%
OTHER OPERATING TAX	7240	100.0000%	0.0000%	37.0072%	0.0000%	3.4287%	17.8856%	0.0000%	1.1913%	0.0000%	0.0000%	38.1408%	2.3443%	0.0000%	0.0000%
EQUAL ACCESS EXPENSE		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INTEREST ON CUSTOMER DEPOSITS	7500	100.0000%	0.0000%	34.8920%	0.0000%	3.6558%	18.6204%	0.0000%	1.2520%	0.0000%	0.0000%	39.2141%	2.9757%	0.0000%	0.0000%
RENT REVENUE - ACCESS	5240	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL OPERATING EXPENSE AND TAX		100.0000%	0.0000%	39.8509%	0.0000%	3.0877%	17.0451%	0.0000%	1.0663%	0.0000%	0.0000%	36.9082%	2.0417%	0.0000%	0.0000%
NON OPERATING EXPENSE	7370	100.0000%	0.0000%	36.6650%	0.0000%	3.4453%	17.9659%	0.0000%	1.1977%	0.0000%	0.0000%	38.3450%	2.3571%	0.0000%	0.0000%
ABANDONED CONSTRUCTION		100.0000%	0.0000%	39.4625%	0.0000%	2.9774%	17.4639%	0.0000%	1.0404%	0.0000%	0.0000%	37.0017%	2.0341%	0.0000%	0.0000%
CONTRIBUTIONS		100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%
OTHER NON OPERATING EXPENSE		100.0000%	0.0000%	-1.0454%	0.0000%	-0.0788%	-0.4524%	0.0000%	-0.0275%	0.0000%	0.0000%	-0.9737%	-0.0539%	102.6477%	0.0000%
TOTAL NON OPERATING EXPENSE															
UNCOLLECTIBLES		100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%	0.0000%	0.0000%
END USER MSG TOLLS	5310	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
END USER COMMON LINE	5320	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
IX CARRIER	5330	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL UNCOLLECTIBLES		100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%	0.0000%	0.0000%
ALLOW FOR FUNDS USED DURING CONSTR	7340	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER INCOME ADJUSTMENTS	XXXX	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%



SUM1

REVENUE REQUIREMENT SUMMARY BY PRIMARY ELEMENT

SUM1

LN	A/C	DESCRIPTION	TOTAL COMPANY	TOTAL COMMON LINE	LIMITED PAY	PUBLIC INTEREST PAY	INSIDE WIRE	CPE	BFP	SWITCHED ACCESS	SPECIAL ACCESS	BILLING & COLLECTION	IX CATEGORY
1		GENERAL SUPPORT FACILITIES	1,220,455	484,104	0	0	0	0	484,104	631,527	104,834	0	0
2		CENTRAL OFFICE SWITCHING	2,692,707	0	0	0	0	0	0	2,692,707	0	0	0
3		OPERATOR SYSTEMS	2,229,898	0	0	0	0	0	0	936,849	417,831	0	0
4		CENTRAL OFFICE TRANSMISSION	0	875,219	0	0	0	0	875,219	0	0	0	0
5		INFORMATION ORIGINATOR	4,066,492	2,769,686	0	0	0	0	2,769,686	925,326	371,480	0	0
6		CABLE AND WIRE FACILITIES	0	0	0	0	0	0	0	0	0	0	0
7		TANGIBLE ASSETS	10,409,563	4,129,009	0	0	0	0	4,129,009	5,386,410	854,144	0	0
8		TOTAL PLANT IN SERVICE	103,137	40,910	0	0	0	0	40,910	53,368	6,859	0	0
9		PROPERTY HELD FOR FUTURE USE	0	0	0	0	0	0	0	0	0	0	0
10		PLANT UNDER CONSTRUCTION	0	0	0	0	0	0	0	0	0	0	0
11		RESERVED FOR FUTURE USE	0	0	0	0	0	0	0	0	0	0	0
12		TELEPHONE PLANT ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0
13		TOTAL PROPERTY, PLANT & EQUIP.	10,512,689	4,169,919	0	0	0	0	4,169,919	5,439,777	903,003	0	0
14		ACCUM DEPRECIATION - PLANT IN SERVICE	6,377,321	2,495,166	0	0	0	0	2,495,166	3,546,655	531,500	0	0
15		ACCUM DEPRECIATION - FUTURE USE	0	0	0	0	0	0	0	0	0	0	0
16		ACCUM AMORTIZATION - TANGIBLE PROPERTY	0	0	0	0	0	0	0	0	0	0	0
17		ACCUM AMORTIZATION - INTANGIBLE PROP.	0	0	0	0	0	0	0	0	0	0	0
18		ACCUM AMORTIZATION - TEL PLANT ADJ.	0	0	0	0	0	0	0	0	0	0	0
19		OTHER/LT LIAB - POST RET BENEFITS	202,493	80,320	0	0	0	0	80,320	104,779	17,393	0	0
20		OPERATING DEFERRED INCOME TAX	0	0	0	0	0	0	0	0	0	0	0
21		OTHER DEFERRED CREDITS - NET	0	0	0	0	0	0	0	0	0	0	0
22		CUSTOMER DEPOSITS	1,145	454	0	0	0	0	454	593	98	0	0
23		NET TELEPHONE PLANT	3,731,741	1,589,979	0	0	0	0	1,589,979	1,787,750	354,011	0	0
24		MATERIALS AND SUPPLIES	51,031	20,242	0	0	0	0	20,242	26,406	4,383	0	0
25		NONCURRENT ASSETS - POST RET BENEFITS	0	0	0	0	0	0	0	0	0	0	0
26		EQUAL ACCESS EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0
27		OTHER JURISDICTIONAL ASSETS	137,803	54,680	0	0	0	0	54,680	71,306	11,837	0	0
28		CASH WORKING CAPITAL	3,920,574	1,664,881	0	0	0	0	1,664,881	1,895,482	370,231	0	0
29		NET TEL PLANT, IM&S & WORKING CAPITAL	441,065	187,299	0	0	0	0	187,299	212,114	41,651	0	0
30		RETURN ON INVESTMENT FOR SETTLEMENTS	822,820	309,699	0	0	0	0	309,699	450,566	62,554	0	0
31		PLANT SPECIFIC EXPENSE	74,995	46,184	0	0	0	0	46,184	22,994	3,917	0	0
32		DEPRECIATION & AMORTIZATION	849,172	252,249	0	0	0	0	252,249	539,348	57,575	0	0
33		MARKETING EXPENSE	3,981	1,583	0	0	0	0	1,583	2,065	343	0	0
34		OTHER CUSTOMER OPERATIONS EXPENSES	89,395	26,258	0	0	0	0	26,258	3,870	4,233	0	0
35		CORPORATE OPERATIONS EXPENSES	408,549	156,987	0	0	0	0	156,987	197,636	29,243	0	0
36		EQUAL ACCESS EXPENSE	0	0	0	0	0	0	0	0	0	0	0
37		OTHER OPERATING TAXES	54,255	21,521	0	0	0	0	21,521	28,074	4,660	0	0
38		GROSS RECEIPTS TAX	0	0	0	0	0	0	0	0	0	0	0
39		UNCOLLECTIBLES/RENT REVENUES	5,058	2,006	0	0	0	0	2,006	2,617	434	0	0
40		NON OPERATING EXPENSE	2,306,235	620,486	0	0	0	0	620,486	1,247,171	162,859	0	0
41		SUBTOTAL OPERATING EXPENSE	54,561	23,424	0	0	0	0	23,424	25,907	5,230	0	0
42		STATE INCOME TAX - NET OF ITC	2,362,799	643,911	0	0	0	0	643,911	1,273,078	168,089	0	0
43		SUBTOTAL OPER EXPENSE & TAX	192,051	62,540	0	0	0	0	62,540	91,076	18,436	0	0
44		FEDERAL INCOME TAX - NET OF ITC	2,995,912	1,365,309	0	0	0	0	1,365,309	-275,873	24,314	0	0
45		REALLOCATION OF INTERSTATE ACCESS COSTS	0	0	0	0	0	0	0	1,300,396	252,490	0	0
46		TOTAL REVENUE REQUIREMENT	100,0000%	45,5724%	0,0000%	0,0000%	0,0000%	0,0000%	45,5724%	43,4057%	8,4279%	2,5941%	0,0000%
47		% DISTRIBUTION											

A-1, 1 of 1  
SUMMARY OF REVENUE REQUIREMENT BY ACCESS ELEMENT  
A-1, 1 of 1

LN	A/C	DESCRIPTION	TOTAL COMPANY		SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHING		SPECIAL ACCESS		TOTAL	
			LIMITED	PAY		COMMON LINE	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	SWITCHING	CHANNEL TERM	CHANNEL MILEAGE		FACILITY
1		NET INVESTMENT FOR SETTLEMENTS	3,920,574	0	A-2, LN 34	1,864,881	1,014,074	0	0	0	0	0	0	0	0	0	0	0
2		RATE OF RETURN	11,250.00%	0	LN 1*LN 2	187,289	114,063	0	0	0	0	0	0	0	0	0	0	0
3		RETURN ON INVESTMENT	441,065	0	A-8, LN 28	187,289	114,063	0	0	0	0	0	0	0	0	0	0	0
4		ALLOW FOR FUNDS USED DURING CONSTR	441,065	0	LN 3-LN 4	187,289	114,063	0	0	0	0	0	0	0	0	0	0	0
5		NET RETURN FOR SETTLEMENTS	194,798	0	LN 30	83,629	48,565	0	0	0	0	0	0	0	0	0	0	0
6		FEDERAL INCOME TAX	2,746	0	A-12, LN 23	1,089	865	0	0	0	0	0	0	0	0	0	0	0
7		LESS: FEDERAL ITC AMORTIZATION	192,051	0	LN 6-LN 7	82,540	47,701	0	0	0	0	0	0	0	0	0	0	0
8		NET FEDERAL INCOME TAX	54,561	0	LN 36	23,424	13,603	0	0	0	0	0	0	0	0	0	0	0
9		STATE AND LOCAL INCOME TAX	54,561	0	A-12, LN 24	23,424	13,603	0	0	0	0	0	0	0	0	0	0	0
10		NET STATE AND LOCAL INCOME TAX	2,306,469	0	LN 9-LN 10	819,787	873,621	0	0	0	0	0	0	0	0	0	0	0
11		PROVISION FOR DEFERRED INCOME TAX	1,765	0	RECORDS	700	556	0	0	0	0	0	0	0	0	0	0	0
12		OPERATING EXPENSE & OTHER TAXES	2,995,912	0	A-8, LN 19	1,113,750	1,048,564	0	0	0	0	0	0	0	0	0	0	0
13		NONOPERATING EXP	0	0	A-8, LN 27	0	0	0	0	0	0	0	0	0	0	0	0	0
14		UNCOLLECTIBLES	0	0	LN 16*LN 17	0	0	0	0	0	0	0	0	0	0	0	0	0
15		BASIS FOR GROSS RECEIPTS TAX	0	0	LN 16*LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
16		GROSS RECEIPTS TAX RATE	0.0000%	0	LN 45	0	0	0	0	0	0	0	0	0	0	0	0	0
17		GROSS RECEIPTS TAX	2,995,912	0	LN 49	1,281,531	30,589	0	0	0	0	0	0	0	0	0	0	0
18		SUBTOTAL REVENUE REQUIREMENT	2,995,912	0	LNS 19+20+21	1,365,309	957,124	0	0	0	0	0	0	0	0	0	0	0
19		ALLOCATION OF LOCAL SW LINE PORT COST	0	0		0	0	0	0	0	0	0	0	0	0	0	0	0
20		TIC REVENUE REALLOCATION	2,995,912	0		45,572.4%	31,947.7%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
21		TOTAL REVENUE REQUIREMENT	100,000.00%	0														
22		% DISTRIBUTION																
23																		

LN	A/C	DESCRIPTION	TOTAL COMPANY		SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHING		SPECIAL ACCESS		TOTAL	
			LIMITED	PAY		COMMON LINE	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	SWITCHING	CHANNEL TERM	CHANNEL MILEAGE		FACILITY
24		OPTIONAL GROSS UP INCOME TAX CALCULATION	441,065	0	LN 3	187,289	114,063	0	0	0	0	0	0	0	0	0	0	0
25		RETURN ON INVESTMENT	60,181	0	A-12, LN 16	23,871	16,945	0	0	0	0	0	0	0	0	0	0	0
26		INTEREST AND RELATED ITEMS	60,181	0	A-12, LN 21	23,871	16,945	0	0	0	0	0	0	0	0	0	0	0
27		OTHER INCOME ADJUSTMENTS	380,883	0	LN 25-LN 26	163,428	95,138	0	0	0	0	0	0	0	0	0	0	0
28		TOTAL INCOME ADJUSTMENTS	2,746	0	LN 24-LN 27	1,089	865	0	0	0	0	0	0	0	0	0	0	0
29		RETURN LESS INCOME ADJ	378,137	0	A-12, LN 23	162,339	94,274	0	0	0	0	0	0	0	0	0	0	0
30		FEDERAL ITC AMORTIZATION	572,935	0	FIT BASE	245,967	142,839	0	0	0	0	0	0	0	0	0	0	0
31		FEDERAL TAXABLE INCOME	194,798	0	FEDERAL INCOME TAX	83,629	48,565	0	0	0	0	0	0	0	0	0	0	0
32	34.00%	FEDERAL INCOME TAX	194,798	0	LN 31-FTR	83,629	48,565	0	0	0	0	0	0	0	0	0	0	0
33		FEDERAL SURTAX ALLOCATION	572,935	0	LN 30	245,967	142,839	0	0	0	0	0	0	0	0	0	0	0
34		NET FEDERAL TAX BEFORE ITC AMORT	627,495	0	LN 32-LN 33	266,391	155,442	0	0	0	0	0	0	0	0	0	0	0
35		STATE ITC AMORTIZATION	54,561	0	A-12, LN 24	23,424	13,603	0	0	0	0	0	0	0	0	0	0	0
36		SIT BASE	54,561	0	LN 37-STR	23,424	13,603	0	0	0	0	0	0	0	0	0	0	0
37	Code A	STATE TAXABLE INCOME	54,561	0	LN 36	23,424	13,603	0	0	0	0	0	0	0	0	0	0	0
38	8.70%	STATE INCOME TAX	54,561	0	LN 36	23,424	13,603	0	0	0	0	0	0	0	0	0	0	0
39		STATE SURTAX ALLOCATION	203,612	0	LN 38-LN 39	87,413	50,763	0	0	0	0	0	0	0	0	0	0	0
40		NET STATE INCOME TAX BEFORE ITC AMORT	16,370	0		7,028	4,081	0	0	0	0	0	0	0	0	0	0	0
41		FEDERAL TAX AT MAXIMUM RATE	2,995,912	0														
42		ADDITIONAL INCOME ADJUSTMENT FOR FIT	16,370	0														
43		BASIS FOR ALLOCATION OF US TIC REVENUES	2,918,184	0	LN 19	1,113,750	1,048,564	0	0	0	0	0	0	0	0	0	0	0
44		ACCESS REVENUE REQUIREMENT	-670,027	0	Records	-30,559	-639,469	0	0	0	0	0	0	0	0	0	0	0
45		FEDERAL SUPPORT/LOCAL SWITCHING SUPPORT	0	0	(LN 43-44) 30.0%	123,028	-123,028	0	0	0	0	0	0	0	0	0	0	0
46		ALLOCATION OF LOCAL SW LINE PORT COSTS	-216,489	0	Records	0	0	0	0	0	0	0	0	0	0	0	0	0
47		INTERSTATE TIC REVENUE	2,031,678	0	LNS 43 thru 46	1,206,220	287,066	0	0	0	0	0	0	0	0	0	0	0
48		BASIS FOR TIC REVENUE ALLOCATION	100,000.00%	0		58,370.6%	14,129.5%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
49		% DISTRIBUTION	216,489	0	LN 48	128,531	30,589	0	0	0	0	0	0	0	0	0	0	0
		INTERSTATE TIC REVENUE REALLOCATION																

SUMMARY OF TELEPHONE PLANT AND RESERVES

LN	A/C	DESCRIPTION	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL	
			LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		CHANNEL MILEAGE
1	2110	NET INVESTMENT SUMMARY	0	484,104	384,200	0	0	0	0	124,429	122,899	81,401	14,544	8,888	0
2	2210	GENERAL SUPPORT FACILITIES	0	0	2,892,707	0	0	0	0	0	0	0	0	0	0
3	2220	CENTRAL OFFICE SWITCHING	0	0	0	0	0	0	0	0	0	0	0	0	0
4	2230	OPERATOR SYSTEMS	0	875,219	0	0	0	0	0	936,849	0	308,328	109,503	0	0
5	2310	CENTRAL OFFICE TRANSMISSION	0	2,789,666	0	0	0	0	0	0	925,326	304,558	0	66,921	0
6	2410	INFORMATION ORIGINATOR	0	0	0	0	0	0	0	0	0	0	0	0	0
7	2680	CABLE AND WIRE FACILITIES	0	0	0	0	0	0	0	0	0	0	0	0	0
8	2690	TANGIBLE ASSETS	0	4,129,009	3,276,907	0	0	0	0	1,061,278	1,046,225	694,287	124,047	75,810	0
9	2690	INTANGIBLE ASSETS	0	39,665,559	31,479,957	0	0	0	0	10,185,228	10,068,698	6,669,748	1,191,176	0,728,333	0
10	2002	TOTAL PLANT IN SERVICE	0	0	0	0	0	0	0	0	0	0	0	0	0
11	2002	% DISTRIBUTION	0	0	0	0	0	0	0	0	0	0	0	0	0
12	2003	PROPERTY HELD FOR FUTURE USE	0	40,910	32,467	0	0	0	0	10,515	10,386	6,879	1,229	751	0
13	XXXX	PLANT UNDER CONSTRUCTION	0	0	0	0	0	0	0	0	0	0	0	0	0
14	2005	RESERVED FOR FUTURE USE	0	0	0	0	0	0	0	0	0	0	0	0	0
15	2005	TELEPHONE PLANT ADJUSTMENT	0	4,189,919	3,309,374	0	0	0	0	1,071,793	1,058,610	701,166	125,276	76,561	0
16	3100	TOTAL PROPERTY, PLANT & EQUIP.	0	39,665,559	31,479,957	0	0	0	0	10,185,228	10,068,698	6,669,748	1,191,176	0,728,333	0
17	3100	% DISTRIBUTION	0	2,499,166	2,290,639	0	0	0	0	612,118	643,898	413,385	71,547	48,568	0
18	3200	ACCUM DEPRECIATION - PLANT IN SERVICE	0	0	0	0	0	0	0	0	0	0	0	0	0
19	3400	ACCUM DEPRECIATION - FUTURE USE	0	0	0	0	0	0	0	0	0	0	0	0	0
20	3500	ACCUM AMORTIZATION - TANGIBLE PROPERTY	0	0	0	0	0	0	0	0	0	0	0	0	0
21	3600	ACCUM AMORTIZATION - INTANGIBLE PROP.	0	0	0	0	0	0	0	0	0	0	0	0	0
22	4310	ACCUM AMORTIZATION - TEL PLANT ADJ.	0	0	0	0	0	0	0	0	0	0	0	0	0
23	4340	OTHER LT LIAB - POST RET BENEFITS	0	80,320	63,744	0	0	0	0	20,645	20,391	13,506	2,413	1,475	0
24	4370	OPERATING DEFERRED INCOME TAX	0	0	0	0	0	0	0	0	0	0	0	0	0
25	4040	CUSTOMER DEPOSITS	0	1,145	360	0	0	0	0	117	115	76	14	8	0
26	4040	NET TELEPHONE PLANT	0	1,589,979	954,630	0	0	0	0	438,913	394,207	274,199	51,302	28,510	0
27	1220	% DISTRIBUTION	0	42,606,999	25,581,144	0	0	0	0	11,761,636	10,565,956	7,347,856	1,374,688	0,764,037	0
28	1402	MATERIALS AND SUPPLIES	0	20,242	16,065	0	0	0	0	3,203	5,138	3,404	608	372	0
29	1410	RTB STOCK	0	0	0	0	0	0	0	0	0	0	0	0	0
30	1439	NONCURRENT ASSETS - POST RET BENEFITS	0	0	0	0	0	0	0	0	0	0	0	0	0
31	1500	EQUAL ACCESS EQUIPMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
32	XXXX	OTHER JURISDICTIONAL ASSETS	0	54,680	43,380	0	0	0	0	14,049	13,876	9,191	1,642	1,004	0
33	XXXX	CASH WORKING CAPITAL	0	137,803	0	0	0	0	0	0	0	0	0	0	0
34	XXXX	NET TELEPHONE PLANT, M&S AND CASH WORKING CAPITAL	0	1,664,881	1,014,074	0	0	0	0	458,166	413,222	286,794	53,553	28,885	0
35	XXXX	% DISTRIBUTION	0	42,465,226	25,865,559	0	0	0	0	11,686,522	10,539,986	7,315,116	1,365,599	0,762,333	0

GENERAL SUPPORT FACILITIES AND MISCELLANEOUS PLANT ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		CHANNEL MILEAGE
1		BASIS FOR GENERAL SUPPORT FACILITIES	926,235				299,293	0	0	0	0	64,650	82,142	52,089	7,557	5,941	54,638
2		BIG THREE EXPENSE EXCL GENERAL SUPPORT % DISTRIBUTION	100.0000%				32.3129%	0.0000%	0.0000%	0.0000%	0.0000%	6.9766%	8.8664%	5.6215%	0.8159%	0.6414%	5.8899%
3		CENTRAL OFFICE EQUIPMENT	5,122,606				2,892,707	0	0	0	936,849	0	0	308,328	109,503	0	0
4		INFORMATION ORIGINATOR	0				0	0	0	0	0	925,328	0	0	0	66,921	0
5		CABLE & WIRE FACILITIES	4,066,492				2,892,707	0	0	0	936,849	925,328	0	612,886	109,503	66,921	0
6		TOTAL	9,189,098				3,644,905	0	0	0	1,873,698	1,850,656	0	1,621,214	219,006	133,842	66,921
7		% DISTRIBUTION	100.0000%				39.6655%	0.0000%	0.0000%	0.0000%	20.3552%	20.2500%	0.0000%	17.6450%	2.3833%	1.4571%	0.7283%
8		2110 GENERAL SUPPORT ASSETS															
9		ALLOCATED TO B&C BASED ON BIG THREE EXP	1,220,465				384,200	0	0	0	124,429	122,899	0	81,401	14,544	8,888	0
10		ALLOCATED BASED ON BIG THREE INVESTMENT	0				0	0	0	0	0	0	0	0	0	0	0
11		BILLING NAME & ADDRESS (BNA)	0				384,200	0	0	0	124,429	122,899	0	81,401	14,544	8,888	0
12		DIRECT NON ACCESS	1,220,465				31,4798%	0.0000%	0.0000%	0.0000%	10.1952%	10.0698%	0.0000%	6.6697%	1.1917%	0.7283%	0.0000%
13		TOTAL GENERAL SUPPORT ASSETS	100.0000%														
14		% DISTRIBUTION	100.0000%				39.6655%	0.0000%	0.0000%	0.0000%	10.1952%	10.0698%	0.0000%	6.6697%	1.1917%	0.7283%	0.0000%
15		COE, IOT, CWF AND GENERAL SUPPORT	10,409,563				3,276,907	0	0	0	1,061,278	1,048,225	0	694,287	124,047	75,910	0
16		% DISTRIBUTION	100.0000%				31.4798%	0.0000%	0.0000%	0.0000%	10.1952%	10.0698%	0.0000%	6.6697%	1.1917%	0.7283%	0.0000%
17		EQUAL ACCESS EQUIPMENT	0				0	0	0	0	0	0	0	0	0	0	0
18		COE, IOT, CWF GENERAL SUPPORT AND EQUAL ACCESS EQUIPMENT % DISTRIBUTION	10,409,563				3,276,907	0	0	0	1,061,278	1,048,225	0	694,287	124,047	75,910	0
19		TANGIBLE ASSETS	0				0	0	0	0	0	0	0	0	0	0	0
20		CAPITAL LEASES	0				0	0	0	0	0	0	0	0	0	0	0
21		LEASEHOLD IMPROVEMENTS	0				0	0	0	0	0	0	0	0	0	0	0
22		TOTAL	0				0	0	0	0	0	0	0	0	0	0	0
23		INTANGIBLE ASSETS	0				0	0	0	0	0	0	0	0	0	0	0
24		MATERIALS AND SUPPLIES	51,031				16,065	0	0	0	5,203	5,139	0	3,404	608	372	0
25		RTB STOCK	0				0	0	0	0	0	0	0	0	0	0	0
26		NONCURRENT ASSETS - POST RET BENEFITS	0				0	0	0	0	0	0	0	0	0	0	0
27		OTHER JURISDICTIONAL ASSETS	0				0	0	0	0	0	0	0	0	0	0	0
28		COE, IOT, CWF GEN SUPP & EQUAL ACCESS FOR APPORTIONING PRESUBSCRIPTION % DISTRIBUTION	9,515,419				3,276,907	0	0	0	1,061,278	1,048,225	0	694,287	124,047	75,910	0
29		% DISTRIBUTION	100.0000%				34.4379%	0.0000%	0.0000%	0.0000%	11.1532%	11.0161%	0.0000%	7.2971%	1.3147%	0.7981%	0.0000%
30		COE, IOT & CWF EXCL CCL FOR ASSIGNING CARRIER ACCESS BILLING EXPENSES % DISTRIBUTION	5,544,193				2,892,707	0	0	0	936,849	925,328	0	612,886	109,503	66,921	0
31		% DISTRIBUTION	100.0000%				52.1754%	0.0000%	0.0000%	0.0000%	16.8978%	16.6900%	0.0000%	11.0546%	1.9751%	1.2071%	0.0000%

CENTRAL OFFICE EQUIPMENT ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		SPECIAL ACCESS		TOTAL CHANNEL MILEAGE	TOTAL CHANNEL MILEAGE
					LIMITED PAY	LINE				OPERATOR TRANSFER	BNA	CHANNEL TERM	FACILITY		
ALLOCATION FACTORS															
1		STANDARD WORK SECONDS	100.0000%	AL-1/LN 9			0.0000%		0.0000%					100.0000%	
2		- MANUAL BOARDS	100.0000%	AL-1/LN 10			0.0000%		0.0000%					100.0000%	
3		- TSFS COMPLEX	100.0000%	AL-1/LN 2											
4		EQUIVALENT ACCESS LINES - MSG COE	100.0000%	AL-1/LN 6		100.0000%				0.0000%	100.0000%				
5		IX CIRCUIT TERMINATIONS - MSG COE	100.0000%												
CENTRAL OFFICE EQUIPMENT															
6	2220	OPERATOR SYSTEMS	0	LN 2			0		0	0	0			0	0
7		MANUAL SWITCHBOARDS	0	DIRECT											
8		AUXILIARY SWITCHBOARDS	0	DIRECT											
9		- DIRECTORY ASSISTANCE	0	DIRECT											
10		- INTERCEPT	0	LN 27											
11		- OTHER	0	LN 3											
12		SERVICE OBSERVING BOARDS	0	LN 27											
13		TSFS	0	LN 27											
14		- OPERATOR	0	LN 27											
15		- RTA	0	LN 27											
16		- OTHER	0	LN 27											
17		TOTAL OPERATOR SYSTEMS	0												
18		TOTAL SWITCHING EQUIPMENT	0												
19		ACCESS	0	DIRECT											
20		NON ACCESS	0	DIRECT											
21		TANDEM SWITCHED TRANSPORT	0	DIRECT											
22		TOTAL TANDEM SWITCH	0												
22a		TOTAL LOCAL SWITCHING EQUIPMENT	2,892,707				2,892,707								
22b		ACCESS - TS	0	DIRECT											
23		ACCESS - NTS	0	DIRECT											
24		EQUAL ACCESS	0	DIRECT											
25		SS7 SWITCHING	2,892,707	DIRECT			2,892,707								
26		TOTAL LOCAL SWITCH	2,892,707												
27		TOTAL CAT1 EXCL SVC OBS, CAT 2 AND 3 % DISTRIBUTION	100.0000%	LN 26			100.0000%		0.0000%		0.0000%			0.0000%	0.0000%

CENTRAL OFFICE EQUIPMENT ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	OPERATOR TRANSFER	TRAFFIC SENSITIVE	TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL NON ACCESS	
					LIMITED PAY	COMMON LINE						CHANNEL TERM	CHANNEL MILEAGE	SWITCHING TERM	FACILITY		CHANNEL TERM
28		2230 CENTRAL OFFICE TRANSMISSION															
29		EXCHANGE LINE WIDEBAND	286,055	DIRECT	0									286,055			
30		EXCHANGE TRUNK - BASIC	0	DIRECT													
31		EXCHANGE TRUNK - WIDEBAND	0	DIRECT													
32		SUBSCRIBER LINE	917,481	LN 4/DIRECT	0	875,219								42,273			
33		INTEREXCHANGE CIRCUIT															
34		FURNISHED OTHERS	0	DIRECT													
35a		- ACCESS - WIDEBAND	52,232	DIRECT													
35b		- ACCESS - BASIC	568,799	DIRECT													
35c		- ACCESS - TANDEM MULTIPLEX	0	DIRECT													
35d		- ACCESS - VOICE GRADE MULTIPLEX	0	DIRECT													
36		- ACCESS - SS7	0	DIRECT													
37		- NON ACCESS	0	DIRECT													
38		- NON ACCESS CIRCUIT	621,030	DIRECT													
39		HOST/RENTED CIRCUIT	425,322	DIRECT													
40		EQUIPMENT RENTED OTHERS	0	DIRECT													
41		TOTAL CENTRAL OFFICE TRANSMISSION	2,229,888		0	875,219	0	0	0	0	0	0	0	936,849	308,328	109,503	0
42		TOTAL CENTRAL OFFICE EQUIPMENT	5,122,606		0	875,219	2,892,707	0	0	0	0	0	0	936,849	308,328	109,503	0
43		% DISTRIBUTION	100.0000%		0.0000%	17.0854%	56.4685%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	18.2885%	6.0190%	2.1376%	0.0000%

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	OPERATOR TRANSFER	TRAFFIC SENSITIVE	TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL NON ACCESS	
					LIMITED PAY	COMMON LINE						CHANNEL TERM	CHANNEL MILEAGE	SWITCHING TERM	FACILITY		CHANNEL TERM
44		COE RATIOS															
45		OPERATOR SYSTEMS	0.0000%	LN 17	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			0.0000%
46		TANDEM SWITCHING	0.0000%	LN 21	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			0.0000%
47		LOCAL SWITCHING	100.0000%	LN 25	0.0000%		100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			0.0000%
48		CENTRAL OFFICE SWITCHING	100.0000%	LN 21-25	0.0000%		100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			0.0000%
49		CENTRAL OFFICE TRANSMISSION	100.0000%	LN 41	38.2493%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	42.0131%	13.8270%	4.9107%		0.0000%

A-5, 1 of 1  
INFORMATION ORIGIN/TERMINATION AND CABLE AND WIRE FACILITIES  
A-5, 1 of 1

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		SPECIAL ACCESS		TOTAL
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	CHANNEL TERM	MILEAGE FACILITY	
1		ALLOCATION FACTORS	100.0000%	AL-1/LN 4	0.0000%	100.0000%								
2		EQUIVALENT ACCESS LINES - MSG CWF	100.0000%	AL-1/LN 8										
3	2310	IX CIRCUIT MILES - MSG CWF												
4		INFORMATION ORIG/TERM												
5		OTHER IOT EQUIPMENT												
6		PUBLIC INTEREST PAYSTATION EQUIP	0	DIRECT	0									
7		COINLESS PUBLIC TELEPHONE	0	DIRECT	0									
8		OTHER	0	DIRECT	0									
9		SUBTOTAL	0	DIRECT	0									
10		NEW CUSTOMER PREMISE EQUIP	0	DIRECT	0									
11		TOTAL ORIG/TERM EQUIP	0		0.0000%	0.0000%								
12		% DISTRIBUTION												
13	2410	CABLE AND WIRE FACILITIES	2,903,461	LN 1/DIRECT	0	2,765,686								
14		SUBSCRIBER LINE	170,784	DIRECT										
15a		EXCHANGE LINE WIDEBAND	0	DIRECT	0									
15b		EXCHANGE TRUNK - BASIC	0	DIRECT	0									
16		EXCHANGE TRUNK - WIDEBAND	46,849	DIRECT										
17a		IX TRUNK - WIDEBAND	193,881	DIRECT										
17b		IX TRUNK - ACCESS	0	LN 2/DIRECT										
18		IX TRUNK - SS7	0	DIRECT										
19		IX TRUNK - NON ACCESS	0	DIRECT										
20		HOT/RENOTE	751,517	DIRECT										
21		EQUIPMENT FURNISHED OTHERS	0	DIRECT										
22		TOTAL CABLE AND WIRE FACILITIES	4,066,492	DIRECT	0	2,765,686	0.0000%	0	0.0000%	0	0.0000%	0	0.0000%	
		% DISTRIBUTION	100.0000%		66.1100%	68.1100%								
23		TOTAL CWF EXCLUDING CAT 1.3	1,296,806		0	0	0.0000%	0	0.0000%	0	0.0000%	0	0.0000%	
24		% DISTRIBUTION	100.0000%		0.0000%	0.0000%								

OTHER TELECOMMUNICATIONS PLANT ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED		SPECIAL ACCESS		TOTAL	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		CHANNEL MILEAGE
OTHER TELECOMMUNICATIONS PLANT																	
1	2002	PROPERTY HELD FOR FUTURE USE															
2		GENERAL SUPPORT	0	A-3 LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0
3		CENTRAL OFFICE EQUIPMENT	0	A-4 LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
4		CABLE AND WIRE FACILITIES	0	A-5 LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0
5		UNDISTRIBUTED	0	A-2 LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0
6		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0	0	0
7		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
PLANT UNDER CONSTRUCTION																	
8	2003	GENERAL SUPPORT	0	A-3 LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0
9		CENTRAL OFFICE EQUIPMENT	0	A-4 LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
10		CABLE AND WIRE FACILITIES	0	A-5 LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0
11		UNDISTRIBUTED	103,137	A-2 LN 10	0	40,910	32,467	0	0	0	10,515	10,366	0	6,879	1,229	751	0
12		TOTAL	103,137		0	40,910	32,467	0	0	0	10,515	10,366	0	6,879	1,229	751	0
13		% DISTRIBUTION	100.0000%		0.0000%	39.8655%	31.4798%	0.0000%	0.0000%	0.0000%	10.1952%	10.0668%	0.0000%	6.6697%	1.1917%	0.7285%	0.0000%
RESERVED FOR FUTURE USE																	
15	XXXX	GENERAL SUPPORT	0	A-3 LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0
16		CENTRAL OFFICE EQUIPMENT	0	A-4 LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
17		CABLE AND WIRE FACILITIES	0	A-5 LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0
18		UNDISTRIBUTED	0	A-2 LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0
19		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0	0	0
20		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TELECOMMUNICATIONS PLANT ADJUST.																	
22	2005	GENERAL SUPPORT	0	A-3 LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0
23		CENTRAL OFFICE EQUIPMENT	0	A-4 LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
24		CABLE AND WIRE FACILITIES	0	A-5 LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0
25		UNDISTRIBUTED	0	A-2 LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0
26		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0	0	0
27		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%



ACCUMULATED DEPRECIATION, AMORTIZATION AND DEFERRED INCOME TAXES

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		OPERATOR TRANSFER	BNA	TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL CHANNEL MILEAGE	FACILITY	NON ACCESS	
					LIMITED PAY	LINE				SWITCHING	SWITCHING			TERM	SWITCHING	TERM	SWITCHING				TERM
1	3100	ACCUM DEPRECIATION - PLANT IN SERVICE																			
2		GENERAL SUPPORT	984,521	A-3LN 13	0	390,516	309,925	0	0	0	0	0	0	100,374	99,140	65,665	11,732	7,170	0	0	0
3		CENTRAL OFFICE SWITCHING EQUIPMENT	1,980,714	A-4LN 47	0	0	1,980,714	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4		OPERATOR SYSTEMS EQUIPMENT	0	A-4LN 44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		CENTRAL OFFICE TRANSMISSION	1,218,059	A-4LN 48	0	478,078	0	0	0	0	0	0	0	511,744	0	188,421	59,815	0	0	0	0
6		UNDISTRIBUTED COE	0	A-4LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7		INFORMATION ORIG/TERM	0	A-4LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8		CABLE AND WIRE FACILITIES	2,394,027	A-5LN 22	0	1,630,571	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9		TOTAL ACCUM DEPR - THIS	6,377,321	A-5LN 22	0	2,499,166	2,290,639	0	0	0	0	0	0	0	612,118	643,898	413,385	71,547	46,568	0	0
10	3200	ACCUM DEPRECIATION - FUTURE USE	6,377,321	A-6LN 7	0	2,499,166	2,290,639	0	0	0	0	0	0	0	612,118	643,898	413,385	71,547	46,568	0	0
11		TOTAL ACCUM DEPRECIATION	12,754,642		0	37,998,782	34,826,638	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	9,3065%	9,7897%	6,2850%	1,0878%	0,7080%	0.0000%	0.0000%
12		% DISTRIBUTION	100.0000%																		
13		ACCUMULATED AMORTIZATION																			
14	3400	TANGIBLE ASSETS																			
15		CAPITAL LEASES	0	A-3LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		LEASEHOLD IMPROVEMENTS	0	A-3LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17		UNDISTRIBUTED	0	A-3LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	3500	TOTAL ACCUM AMORT - TANGIBLE	0	A-3LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	3600	INTANGIBLE ASSETS	0	A-3LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20		TELEPHONE PLANT ADJUSTMENT	0	A-6LN 28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21		TOTAL ACCUM AMORTIZATION	0		0	0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
22	4100 &	NET OPERATING DEFERRED INC TAX																			
23		GENERAL SUPPORT	0	A-3LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	4340	CENTRAL OFFICE SWITCHING EQUIPMENT	0	A-4LN 47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25		OPERATOR SYSTEMS EQUIPMENT	0	A-4LN 44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26		CENTRAL OFFICE TRANSMISSION	0	A-4LN 48	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
27		INFORMATION ORIG/TERM	0	A-4LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28		CABLE AND WIRE FACILITIES	202,493	A-5LN 22	0	80,320	63,744	0	0	0	0	0	0	20,645	20,391	13,506	2,413	1,475	0	0	0
29		UNDISTRIBUTED	202,493	A-3LN 18	0	80,320	63,744	0	0	0	0	0	0	20,645	20,391	13,506	2,413	1,475	0	0	0
30		TOTAL NET DEFERRED INC TAX	202,493		0	80,320	63,744	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	10.1952%	10.0698%	6.6697%	1.1917%	0.7289%	0.0000%	0.0000%	0.0000%
31		% DISTRIBUTION	100.0000%																		
32	4360	OTHER DEFERRED CREDITS - NET																			
33		GENERAL SUPPORT	0	A-3LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34		CENTRAL OFFICE SWITCHING EQUIPMENT	0	A-4LN 47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35		OPERATOR SYSTEMS EQUIPMENT	0	A-4LN 44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36		CENTRAL OFFICE TRANSMISSION	0	A-4LN 48	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
37		INFORMATION ORIG/TERM	0	A-4LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
38		CABLE AND WIRE FACILITIES	0	A-5LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
39		UNDISTRIBUTED	0	A-3LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40		TOTAL OTHER DEFERRED CREDITS	0		0	0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
41		% DISTRIBUTION	0.0000%																		

SUMMARY OF OPERATING EXPENSE AND TAX AND MISCELLANEOUS TAX ITEMS

A-8, 1 of 1

A-8, 1 of 1

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SST	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		CHANNEL MILEAGE
1	6110	OPERATING EXPENSE AND TAX															
2	6120	NETWORK SUPPORT EXPENSE	7,527	A-9,LN 6	0	2,986	2,989	0	0	0	0	767	758	502	90	55	0
3	6210	GENERAL SUPPORT EXPENSE	50,771	A-9,LN 7	0	201,939	15,993	0	0	0	0	5,176	5,113	3,386	605	370	0
4	6310	GENERAL OFFICE EXPENSE	425,502	A-9,LN 15	0	55,669	283,967	0	0	0	0	59,589	0	19,611	6,965	0	0
5	6410	INFORMATION ORIG/TERM EXP	0	A-9,LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0
6	6510	CABLE AND WIRE FACILITIES EXP	339,020	A-9,LN 24	0	239,906	0	0	0	0	0	0	77,144	25,391	0	5,579	0
7	6530	OTHER PLANT EXPENSE	0	A-10,LN 6	0	0	0	0	0	0	0	0	0	0	0	0	0
8	6540	NETWORK OPERATIONS EXPENSE	44,437	A-10,LN 7	0	17,626	13,999	0	0	0	0	4,530	4,475	2,964	530	324	0
8a	6540	ACCESS CHARGE EXPENSE	0	A-10,LN 8a	0	0	0	0	0	0	0	0	0	0	0	0	0
9	6610	FEDERAL SUPPORT CHARGES	30,558	A-10,LN 8b	0	30,558	0	0	0	0	0	407	402	266	48	29	0
10	6620	MARKETING EXPENSE	3,991	A-11,LN 1	0	1,583	1,256	0	0	0	0	762	753	4,132	62	38	55,034
11	6710	SERVICES EXPENSE	88,395	A-11,LN 29	0	26,258	2,354	0	0	0	0	10,539	13,115	8,323	1,228	946	8,143
12	6720	EXECUTIVE AND PLANNING EXP	146,653	A-12,LN 8	0	57,070	47,289	0	0	0	0	18,821	23,422	14,863	2,163	1,690	14,541
13	6720	GENERAL AND ADMINISTRATIVE EXP	261,896	A-12,LN 9	0	101,917	84,450	0	0	0	0	100,593	125,181	79,439	11,720	9,030	77,717
14	6560	SUBTOTAL OPERATING EXPENSE	1,399,750		0	544,712	451,358	0	0.0000%	0.0000%	0.0000%	7,18659	8,9431%	5,6752%	0.8373%	0.6451%	5,5522%
15	7200	% DISTRIBUTION	100.0000%		0.0000%	38.9149%	32.2456%	0.0000%	0.0000%	0.0000%	0.0000%	74,034	61,167	44,498	8,653	4,424	0
16	7200	DEPRECIATION AND AMORTIZATION	849,172	A-10,LN 19+27	0	232,249	404,147	0	0	0	0	74,034	61,167	44,498	8,653	4,424	0
17	7500	OTHER OPERATING TAX	54,255	A-12,LN 25+26	0	21,521	17,079	0	0	0	0	5,531	5,463	3,619	647	395	0
18	5240	EQUAL ACCESS EXPENSE	3,292	A-12,LN 12	0	1,306	1,036	0	0	0	0	336	332	220	39	24	0
19	5240	INTEREST ON CUSTOMER DEPOSITS	0	A-12,LN 15	0	0	0	0	0	0	0	0	0	0	0	0	0
20	5240	RENT REVENUES	2,306,469	A-10,LN 45	0	819,787	873,821	0	0	0	0	180,494	192,143	127,775	21,059	13,873	77,717
21		TOTAL OPERATING EXP & TAX	100.0000%		0.0000%	35.5430%	37.8770%	0.0000%	0.0000%	0.0000%	0.0000%	7,8255%	8,3306%	5,5398%	0.9131%	0.6015%	3,3695%
22	7370	NON OPERATING EXPENSE	0	A-3,LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
23		ABANDONED CONSTRUCTION CONTRIBUTIONS	1,765	A-3,LN 18	0	700	556	0	0	0	0	180	178	118	21	13	0
24		TOTAL NON OPERATING EXP	1,765		0	700	556	0	0	0	0	180	178	118	21	13	0
25	5310	UNCOLLECTIBLES	0	A-3,LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
26	5320	END USER MSG TOLL	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
27	5330	END USER COMMON LINE	0	A-3,LN 31	0	0	0	0	0	0	0	0	0	0	0	0	0
28		IX CARRIER	0	A-3,LN 31	0	0	0	0	0	0	0	0	0	0	0	0	0
29	7340	TOTAL UNCOLLECTIBLES	0		0	0	0	0	0	0	0	0	0	0	0	0	0
		ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION	0	A-3,LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0

PLANT SPECIFIC EXPENSE ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL NON-ACCESS	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		CHANNEL MILEAGE
1		BASIS FOR NETWORK SUPPORT EXPENSE			0	4,129,009	3,276,907	0	0	0	0	1,061,278	1,048,225	694,287	124,047	75,610	0
2		GEN SUPPORT, COE, IOT AND C&WF	10,409,563	VARIOUS	0	4,129,009	3,276,907	0	0	0	0	1,061,278	1,048,225	694,287	124,047	75,610	0
3		EQUAL ACCESS EQUIPMENT	10,409,563	A-3, LN 16	0	4,129,009	3,276,907	0	0	0	0	1,061,278	1,048,225	694,287	124,047	75,610	0
4		TOTAL	100,00000%		0.0000%	39,66655%	31,4798%	0.0000%	0.0000%	0.0000%	0.0000%	10,1952%	10,0698%	6,6697%	1,1917%	0,7283%	0,0000%
4		% DISTRIBUTION															
PLANT SPECIFIC EXPENSES																	
5		GENERAL SUPPORT EXPENSE	7,527	LN 4	0	2,986	2,369	0	0	0	0	0	0	0	0	55	0
6	6110	NETWORK SUPPORT	50,771	A-3, LN 13	0	20,139	15,983	0	0	0	0	0	0	0	0	370	0
7	6120	GENERAL SUPPORT	56,298		0	23,124	18,352	0	0	0	0	0	0	0	0	423	0
8		TOTAL GENERAL SUPPORT EXP	100,00000%		0.0000%	39,66655%	31,4798%	0.0000%	0.0000%	0.0000%	0.0000%	10,1952%	10,0698%	6,6697%	1,1917%	0,7283%	0,0000%
9		% DISTRIBUTION															
10		CENTRAL OFFICE EXPENSE	283,667	A-4, LN 47	0	0	283,667	0	0	0	0	0	0	0	0	0	0
11		CENTRAL OFFICE SWITCHING EXPENSE	0	A-4, LN 44	0	0	0	0	0	0	0	0	0	0	0	0	0
12	6220	OPERATOR SYSTEMS EXPENSE	141,833	A-4, LN 46	0	55,669	0	0	0	0	0	59,589	0	19,611	6,965	0	
13	6230	CENTRAL OFFICE TRANSMISSION EXPENSE	425,502	DIRECT	0	55,669	283,667	0	0	0	0	59,589	0	19,611	6,965	0	
14		COE EXPENSE - SS7 LEASE	0		0	0	0	0	0	0	0	0	0	0	0	0	
15		TOTAL CENTRAL OFFICE EXPENSE	100,00000%		0.0000%	13,0831%	66,6665%	0.0000%	0.0000%	0.0000%	0.0000%	14,0044%	0.0000%	4,6090%	1,6369%	0,0000%	
15		% DISTRIBUTION															
17		INFORMATION ORIG/TERM EXPENSE	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	
18		PUBLIC INTEREST PAYSTATION EXPENSE	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	
19		COINLESS PAY TELEPHONE EXPENSE	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	
20		OTHER IOT EXPENSE	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	
21		CPE	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	
22		TOTAL INFORMATION ORIG/TERM EXP	0		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
22		% DISTRIBUTION															
24		CABLE AND WIRE FACILITIES EXPENSE	339,020	A-5, LN 22	0	230,905	0	0	0	0	0	0	0	25,391	5,579	0	
25		TOTAL EXCL SS7	0	DIRECT	0	230,905	0	0	0	0	0	0	0	25,391	5,579	0	
26		SS7 LEASE	339,020		0.0000%	68,1100%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	7,4695%	1,6457%	0,0000%	
27		TOTAL C&WF EXPENSE	100,00000%		0.0000%	68,1100%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	7,4695%	1,6457%	0,0000%	
28		% DISTRIBUTION															
29		TOTAL PLANT SPECIFIC EXPENSE	822,820		0	309,689	302,019	0	0	0	0	65,533	83,014	48,890	7,660	6,004	
30		% DISTRIBUTION	100,00000%		0.0000%	37,5388%	36,77054%	0.0000%	0.0000%	0.0000%	0.0000%	7,9644%	10,0890%	5,9418%	0,9309%	0,7297%	

A-10, 1 of 1  
A-10, 1 of 1  
PLANT NON SPECIFIC EXPENSE ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL NON ACCESS	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		MILEAGE
1		CENTRAL OFFICE EQUIPMENT	5,122,808	A-4-LN 38	0	875,219	2,892,707	0	0	0	0	935,849	0	308,328	109,503	0	
2		INFORMATION ORIG/TERM	0	A-5-LN 10	0	2,765,686	0	0	0	0	0	0	0	0	0	66,921	
3		CABLE AND WIRE FACILITIES	4,086,492	A-5-LN 21	0	2,692,707	2,692,707	0	0	0	0	935,849	0	925,326	109,503	66,921	
4		TOTAL	9,189,098		0	3,644,993	31,4798%	0.0000%	0.0000%	0.0000%	0.0000%	10,1952%	0	6,6697%	1,1917%	0.7283%	
5		% DISTRIBUTION	100.0000%		0.0000%	39.6655%										0.0000%	
PLANT NONSPECIFIC EXPENSE																	
6	6510	OTHER PROP PLANT & EQUIP EXPENSE	0	LN 5	0	0	0	0	0	0	0	0	0	0	0	0	0
7	6530	NETWORK OPERATIONS EXPENSE	44,437	DIRECT	0	17,626	13,989	0	0	0	0	4,530	0	2,964	530	324	0
8	6540	ACCESS CHARGE EXPENSE	0		0	0	0	0	0	0	0	0	0	0	0	0	0
9	6540	FEDERAL SUPPORT CHARGES	30,558	DIRECT	0	30,558	0	0	0	0	0	0	0	0	0	0	0
10	6560	DEPRECIATION EXPENSE	0		0	0	0	0	0	0	0	0	0	0	0	0	0
11		GENERAL SUPPORT	28,250	A-3-LN 13	0	11,206	8,893	0	0	0	0	2,880	0	1,884	337	206	0
12		CENTRAL OFFICE SWITCHING EQUIPMENT	395,254	A-4-LN 47	0	395,254	0	0	0	0	0	0	0	0	0	0	0
13		OPERATOR SYSTEMS EQUIPMENT	0	A-4-LN 44	0	0	0	0	0	0	0	0	0	0	0	0	0
14		CENTRAL OFFICE TRANSMISSION	169,361	A-4-LN 48	0	66,473	0	0	0	0	0	71,154	0	23,417	8,317	0	0
15		INDISTRIBUTED COE	0	A-4-LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
16		INFORMATION ORIG/TERM	256,307	A-5-LN 11	0	174,571	0	0	0	0	0	0	0	19,196	0	4,218	
17		CABLE AND WIRE FACILITIES	849,172	A-5-LN 22	0	252,249	404,147	0	0	0	0	74,034	0	44,498	8,653	4,424	
18		TOTAL DEP EXP - PLANT IN SERVICE	0	A-6-LN 7	0	252,249	404,147	0	0	0	0	74,034	0	44,498	8,653	4,424	
19		PROPERTY HELD FOR FUTURE USE	849,172		0	252,249	404,147	0	0	0	0	74,034	0	44,498	8,653	4,424	
20		TOTAL DEPRECIATION EXPENSE	100.0000%		0.0000%	28.7053%	47.5931%	0.0000%	0.0000%	0.0000%	0.0000%	8.7183%	0.0000%	5.2401%	1.0190%	0.5209%	
AMORTIZATION EXPENSE																	
21	6563	CAPITAL LEASE	0	A-3-LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
22	6563	LEASEHOLD IMPROVEMENTS	0	A-3-LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
23	6563	UNDISTRIBUTED	0	A-3-LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
24	6564	SUBTOTAL	0		0	0	0	0	0	0	0	0	0	0	0	0	0
25	6564	INTANGIBLE ASSETS	0	A-3-LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
26	6565	OTHER - TEL PLANT ADJUSTMENT	0	A-6-LN 28	0	0	0	0	0	0	0	0	0	0	0	0	0
27		TOTAL AMORTIZATION EXPENSE	0		0	0	0	0	0	0	0	0	0	0	0	0	0
28		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
29		TOTAL PLANT NON SPECIFIC EXPENSE	924,167		0	300,433	418,136	0	0	0	0	78,554	0	47,462	9,183	4,747	
30		% DISTRIBUTION	100.0000%		0.0000%	32.5685%	45.2446%	0.0000%	0.0000%	0.0000%	8.5011%	0.0000%	5.1555%	0.9836%	0.5137%	0.0000%	
RENT REVENUES																	
31	5240	GEN SUPPORT ASSETS	0	A-3-LN 13	0	0	0	0	0	0	0	0	0	0	0	0	0
32	5240	CENTRAL OFFICE EQUIPMENT	0	A-4-LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
33	5240	CABLE & WIRE FACILITIES	0	A-5-LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0
34	5240	UNDISTRIBUTED	0	A-3-LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0
35	5240	UNBUNDLED INTERCONNECTION:	0		0	0	0	0	0	0	0	0	0	0	0	0	0
36	5240	- UNBUNDLED LOOP	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
37	5240	- OPERATOR SYSTEMS	0	A-4-LN 44	0	0	0	0	0	0	0	0	0	0	0	0	0
38	5240	- TANDEM SWITCHING	0	A-4-LN 45	0	0	0	0	0	0	0	0	0	0	0	0	0
39	5240	- LOCAL SWITCHING	0	A-4-LN 46	0	0	0	0	0	0	0	0	0	0	0	0	0
40	5240	- TRANSPORT TERMINATION	0	A-4-LN 38	0	0	0	0	0	0	0	0	0	0	0	0	0
41	5240	- TRANSPORT FACILITY	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
42	5240	- SS7/800 DATABASE	0	A-1-LN 30	0	0	0	0	0	0	0	0	0	0	0	0	0
43	5240	- OSS	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
44	5240	MISCELLANEOUS RENT REVENUE	0		0	0	0	0	0	0	0	0	0	0	0	0	0
45		TOTAL RENT REVENUE	0		0	0	0	0	0	0	0	0	0	0	0	0	0

CUSTOMER OPERATIONS EXPENSE ALLOCATION

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED		TRANSPORT FACILITY		SPECIAL ACCESS		TOTAL NON-ACCESS	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM	MILEAGE			
1	6610	CUSTOMER OPERATIONS EXPENSES																	
2		MARKETING	3,991	A-3,LN 18	0	1,583	1,256	0	0	0	0	0	0	407	402	266	48	29	0
3	6621	TELEPHONE OPERATOR SERVICES	0	SWS-OPERATORS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4		- CALL COMPLETION INCL DA	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	6622	- OPERATOR SERVICES UNDER CONTRACT	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6	6623	PUBLISHED DIRECTORY LISTINGS	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	1.0	ALL OTHER	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8		LOCAL BUSINESS OFFICE	0	A-3,LN 29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9		- END USER SVC ORDER PROCESSING	41,315	AL-1,LN 12	15,045	0	0	0	0	0	0	0	0	0	0	3,756	0	0	37,559
10		- PRESUBSCRIPTION	15,045	AL-1,LN 13	8,956	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11		- OTHER	8,956	AL-1,LN 14	0	0	71	0	0	0	0	0	23	23	0	0	0	0	0
12		- END USER PAYMENT & COLLECTION	206	AL-1,LN 15	0	0	436	0	0	0	0	0	141	140	0	0	0	0	0
13		- IX CARRIER SVC ORDER PROCESSING	1,288	AL-1,LN 16	0	0	0	0	0	0	0	0	63	62	0	0	0	0	0
14		- IX CARRIER PAYMENT & COLLECTION	561	AL-1,LN 17	0	243	193	0	0	0	0	0	0	0	0	0	0	0	0
15		- IX CARRIER BILLING INQUIRY	0	AL-1,LN 18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16		- COIN COLLECT AND ADMIN - PUBLIC INTEREST	67,351	AL-1,LN 19	0	24,884	700	0	0	0	0	0	227	224	3,756	0	0	0	37,559
17		SUBTOTAL LOCAL BUSINESS OFFICE																	
18	2.0	CUSTOMER SERVICES (REV ACCTG)																	
19		- MESSAGE PROCESSING	9,573	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	9,573
20		- TOLL TICKET PROCESSING	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21		- LOCAL MESSAGE PROCESSING	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		- OTHER BILLING & COLLECTION	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22a		- BNA	7,506	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	7,506
23		- ALL OTHER	1,185	DIRECT	0	1,185	0	0	0	0	0	0	0	0	0	0	0	0	0
24		- END USER COMMON LINE	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24a		- CARRIER ACCESS BILLING (CABS)	3,137	DIRECT	0	0	1,637	0	0	0	0	0	0	0	0	0	0	0	0
24b		- BNA	21,401	A-3,LN 31	0	1,185	1,637	0	0	0	0	0	0	0	0	0	0	0	17,079
25		- ALL OTHER	88,752		0	20,069	2,337	0	0	0	0	0	0	0	0	0	0	0	54,638
26		SUBTOTAL CUSTOMER SERVICES	100,000.00%		0	29,373.57%	2,634.4%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.8529%	0.8424%	4.6227%	0.0698%	0.0427%	0	61,562.6%
27		TOTAL CAT 1 AND CAT 2	100,000.00%		0	29,373.57%	2,634.4%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.8529%	0.8424%	4.6227%	0.0698%	0.0427%	0	61,562.6%
28		% DISTRIBUTION	643	/LN 34	0	189	17	0	0	0	0	0	5	5	30	0	0	0	396
29	3.0	ALL OTHER CUSTOMER SERVICE	89,395		0	26,238	2,354	0	0	0	0	0	0	0	0	0	0	0	55,034
30		TOTAL SERVICES EXPENSE	100,000.00%		0	29,373.57%	2,634.4%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.8529%	0.8424%	4.6227%	0.0698%	0.0427%	0	61,562.6%
31		% DISTRIBUTION	93,386		0	27,841	3,161	0	0	0	0	0	1,169	1,155	4,399	110	67	0	55,034
32		TOTAL CUSTOMER OPERATIONS EXPENSE	100,000.00%		0	29,613.4%	3,866.3%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	1.2522%	1.2368%	4.7102%	0.1178%	0.0720%	0	58,931.6%
33		% DISTRIBUTION	88,752		0	26,069	2,337	0	0	0	0	0	0	0	0	0	0	0	54,638
34		CUSTOMER OPERATIONS EXCL. MARKETING	100,000.00%		0	29,373.57%	2,634.4%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.8529%	0.8424%	4.6227%	0.0698%	0.0427%	0	61,562.6%

CORPORATE OPERATIONS EXPENSE ALLOCATION

LN	A/C	DESCRIPTION	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL	NON ACCESS	
			LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM			CHANNEL MILEAGE
1		BIG THREE EXPENSES														
2		PLANT SPECIFIC EXPENSE	822,820	0	309,699	302,019	0	0	0	0	65,533	83,014	48,890	7,660	6,004	0
3		OTHER PLANT EXPENSE	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4		NETWORK OPERATIONS EXPENSE	44,437	0	17,626	13,989	0	0	0	0	4,530	4,475	2,984	530	324	0
5		ACCESS CHARGE EXPENSE	30,558	0	30,558	0	0	0	0	0	0	0	0	0	0	0
6		CUSTOMER OPERATIONS EXPENSE	93,386	0	27,841	3,611	0	0	0	0	1,169	1,155	4,399	110	67	55,034
7		TOTAL BIG THREE EXPENSES	991,201	0	385,725	319,619	0	0	0	0	71,232	86,644	56,253	8,299	6,395	55,034
		% DISTRIBUTION	100.0000%	0.0000%	38.9149%	32.2458%	0.0000%	0.0000%	0.0000%	0.0000%	7.1865%	8.9431%	5.6752%	0.8373%	0.6451%	5.5322%
8	6710	CORPORATE OPERATING EXPENSE	146,663	0	57,070	47,289	0	0	0	0	10,539	13,115	8,323	1,228	946	8,143
9	6720	EXECUTIVE AND PLANNING	261,896	0	101,917	64,450	0	0	0	0	18,821	23,422	14,863	2,193	1,690	14,541
10		GENERAL AND ADMINISTRATIVE	408,549	0	158,987	131,739	0	0	0	0	29,960	36,537	23,186	3,421	2,636	22,684
11		TOTAL CORPORATE OPERATIONS	100.0000%	0.0000%	38.9149%	32.2458%	0.0000%	0.0000%	0.0000%	0.0000%	7.1865%	8.9431%	5.6752%	0.8373%	0.6451%	5.5322%
12		EQUAL ACCESS EXPENSE	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	7500	INTEREST EXPENSE	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14		CAPITAL LEASE	3,292	0	1,306	1,036	0	0	0	0	336	322	220	39	24	0
15		CUSTOMER DEPOSITS	60,181	0	23,871	18,945	0	0	0	0	6,136	6,050	4,014	717	438	0
16		OTHER	63,474	0	25,177	19,981	0	0	0	0	6,471	6,392	4,234	756	462	0
17		TOTAL	127,149	0	49,654	38,966	0	0	0	0	12,937	12,769	8,968	1,292	726	0
18		OTHER INCOME ADJUSTMENTS	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19		BASED ON PLANT	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20		BASED ON EXPENSE	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21		TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22	7210	OPERATING TAXES	-2,746	0	-1,089	-865	0	0	0	0	-280	-277	-183	-33	-20	0
23		FEDERAL ITC AMORTIZATION	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	7210	STATE ITC AMORTIZATION	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	7240	OTHER OPERATING TAXES	53,530	0	21,233	16,851	0	0	0	0	5,458	5,380	3,570	638	390	0
26	7243	OTHER OPERATING TAXES - DIRECT ASSIGN	725	0	288	228	0	0	0	0	74	73	48	9	5	0
27		TOTAL OPERATING TAXES	51,509	0	20,431	16,215	0	0	0	0	5,251	5,187	3,436	614	375	0

DEVELOPMENT OF JOINT USE FACILITIES ALLOCATION FACTORS

LN	ALLOCATION RATIOS	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL	
				LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		FACILITY
1	EQUIVALENT ACCESS LINES - MSG COE	1,242		0	1,242											
2	% DISTRIBUTION	100.0000%		0.0000%	100.0000%											
3	EQUIVALENT ACCESS LINES - MSG CWF	1,242		0	1,242											
4	% DISTRIBUTION	100.0000%		0.0000%	100.0000%											
5	IX CIRCUIT TERMINATIONS - MSG COE	295									295					
6	% DISTRIBUTION	100.0000%									100.0000%					
7	IX CIRCUIT MILES - MSG CWF	1,810.00										1,810.00				
8	% DISTRIBUTION	100.0000%										100.0000%				
DISTRIBUTION FACTORS																
9	STD WORK SECONDS - MANUAL BOARDS	100.0000%														
10	STD WORK SECONDS - TSFS	100.0000%														
11	STD WORK SECONDS - OPERATORS	100.0000%														
12	END USER SVC ORDER CONTACTS	100.0000%														
13	END USER PAYMENT & COLLECTION	100.0000%														
14	END USER BILLING INQUIRY CONTACTS	100.0000%														
15	IX CARRIER SVC ORDER CONTACTS	100.0000%		0.0000%	43.3929%	34.4379%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	11.1532%	0.0000%	0.0000%	0.0000%	
16	IX CARRIER PAYMENT & COLLECTION	100.0000%		0.0000%	43.3929%	34.4379%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	11.1532%	0.0000%	0.0000%	0.0000%	
17	IX CARRIER BILLING INQUIRY CONTACTS	100.0000%		0.0000%	43.3929%	34.4379%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	11.1532%	0.0000%	0.0000%	0.0000%	
18	PUBLIC TELEPHONE REVENUE	100.0000%		100.0000%	0.0000%											
19	END USER BILLING & COLLECTION	100.0000%														
20	OPERATOR SERVICES UNDER CONTRACT	0.0000%														

OPTIONAL FEDERAL INCOME TAX ADJUSTMENT WORKSHEET

LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		LOCAL SWITCHING	SS7	INFO	TRAFFIC SENSITIVE		TANDEM SWITCHED TRANSPORT		SPECIAL ACCESS		TOTAL	
					LIMITED PAY	COMMON LINE				OPERATOR TRANSFER	BNA	SWITCHING	TERM	FACILITY	CHANNEL TERM		TERM
STEP A - Determine Effective Tax Rate																	
1.		Effective FIT Rate	34.0000%	A-1 LN 2927													
2.		Gross-up Factor	51.5152%	LN1(1-0-LN1)													
3.		Return on Investment	441,065	A-1, LN 3	0	187,299	114,083	0	0	0	0	0	51,544	46,487	32,264	6,025	3,362
4.		Reserved for Future Use	0		0	0	0	0	0	0	0	0	0	0	0	0	0
5.		Return on Investment	441,065	LN 3-LN 4	0	187,299	114,083	0	0	0	0	0	51,544	46,487	32,264	6,025	3,362
6.		Income Adjustment for FIT	60,181	A-1, LN 23	0	23,871	16,965	0	0	0	0	0	6,136	6,060	4,014	717	438
7.		FIT Tax Credits	2,746	A-1, LN 25	0	1,069	865	0	0	0	0	0	280	277	183	33	20
8.		FIT Amount at EC's Effective FIT Rate	192,051	(5-6-7)*7	0	82,540	47,701	0	0	0	0	0	22,968	20,407	14,276	2,685	1,476
STEP B - Determine EC's Tax Allowance based upon NECA Settlement System Calculation																	
9a.		FIT Base Amount	378,137		0	182,338	94,274	0	0	0	0	0	45,128	40,151	28,067	5,275	2,904
9b.		FIT at Maximum Tax Rate	200,866		0	86,324	49,898	0	0	0	0	0	24,020	21,343	14,930	2,808	1,544
STEP C - Gross up of Difference Between Effective Rate and Maximum Rate																	
10.		Maximum Tax Rate Per NECA	35.0000%														
11.		Gross-up Factor	53.8462%	LN10(1-LN10)													
12.		Difference in Income Tax Amounts	8,814	LN 9b-LN 8	0	3,784	2,198	0	0	0	0	0	1,052	936	654	123	68
13.		Gross up of Difference in Tax Amounts	16,370	LN 12/LN 11	0	7,028	4,061	0	0	0	0	0	1,854	1,738	1,215	228	126
14.		Amount to Be Reported as Income Adjustment for FIT	76,551	LN 6+LN 13	0	30,889	23,026	0	0	0	0	0	8,089	7,798	5,229	946	564
STEP D - Verification of Line 14 Computation																	
15.		((LN 5 - LN 14 - LN 7) x LN 11) - LN 7 (should equal LN 8)	192,051		0	82,540	47,701	0	0	0	0	0	22,968	20,407	14,276	2,685	1,476